

Avista Corporation Decoupling Mechanism  
Washington Jurisdiction  
Quarterly Report for 4th Quarter 2021

Avista Utilities

Decoupling Mechanism - UE-190334 Base effective 4/1/2020 & UE-200900 Base Effective 10/1/2021

Development of WA Electric Deferrals (Calendar Year 2021)

| Line No.                 | Source   | Oct-21               | Nov-21              | Dec-21            | 1st Quarter           | Revised 2nd Quarter | 3rd Quarter           | 4th Quarter           | Year to Date        |                       |
|--------------------------|--|----------------------|---------------------|-------------------|-----------------------|---------------------|-----------------------|-----------------------|---------------------|-----------------------|
|                          |  |                      |                     |                   | Total                 | Total               | Total                 | Total                 | Total               |                       |
|                          | (a)  | (l)                  | (m)                 | (n)               |                       |                     |                       |                       |                     |                       |
| <b>Residential Group</b> |  |                      |                     |                   |                       |                     |                       |                       |                     |                       |
| 1                        | Actual Customers                               | Revenue System       | 224,905             | 224,968           | 225,556               | 670,215             | 671,462               | 672,923               | 675,429             | 2,690,029             |
| 2                        | Actual Usage (kWhs)                            | Revenue System       | 169,159,242         | 211,413,739       | 279,622,692           | 726,105,307         | 535,790,676           | 620,947,352           | 660,195,673         | 2,543,039,008         |
| 3                        | Actual Base Rate Revenue                       | Revenue System       | \$ 17,003,721       | \$ 21,339,119     | \$ 28,454,380         | \$ 70,876,627       | \$ 51,507,159         | \$ 60,415,912         | \$ 66,797,220       | \$ 249,596,918        |
| 4                        | Actual Basic Charge Revenue                    | Revenue System       | \$ 2,065,050        | \$ 2,064,460      | \$ 2,066,931          | \$ 6,125,834        | \$ 6,171,517          | \$ 6,204,926          | \$ 6,196,441        | \$ 24,698,718         |
| 5                        | New Customers                                  | Revenue System       | 5,338               | 5,530             | 5,942                 | 17,750              | 19,862                | 21,984                | 16,810              | 76,406                |
| 6                        | New Customer Usage (kWhs)                      | Revenue System       | 2,285,907           | 3,300,094         | 5,140,312             | 15,985,226          | 10,376,792            | 13,499,493            | 10,726,313          | 50,587,825            |
| 7                        | New Customer Base Rate Revenue                 | Revenue System       | \$ 242,626          | \$ 346,305        | \$ 532,153            | \$ 1,583,021        | \$ 1,050,063          | \$ 1,341,230          | \$ 1,121,084        | \$ 5,095,398          |
| 8                        | New Customer Basic Charge Revenue              | Revenue System       | \$ 48,006           | \$ 49,788         | \$ 53,325             | \$ 159,979          | \$ 178,843            | \$ 197,777            | \$ 151,119          | \$ 687,718            |
| 9                        | Actual Customers-Test Year Existing            | (1) - (5)            | 219,567             | 219,438           | 219,614               | 652,465             | 651,600               | 650,939               | 658,619             | 2,613,623             |
| 10                       | Monthly Decoupled Revenue per Customer         | Attachment 3, Page 3 | \$61.82             | \$78.34           | \$100.31              | \$77.27             | \$51.22               | \$53.59               | \$80.12             | \$65.60               |
| 11                       | Decoupled Revenue                              | (9) x (10)           | \$ 13,574,134       | \$ 17,190,676     | \$ 22,003,863         | \$ 50,418,762       | \$ 33,377,327         | \$ 34,884,853         | \$ 52,768,673       | \$ 171,449,615        |
| 12                       | Actual Base Rate Revenue-Test Year Existing    | (3) - (7)            | \$ 16,761,095       | \$ 20,992,813     | \$ 27,922,227         | \$ 69,293,606       | \$ 50,457,096         | \$ 59,074,683         | \$ 65,676,136       | \$ 244,501,520        |
| 13                       | Actual Basic Charge Revenue-Test Year Existing | (4) - (8)            | \$ 2,017,044        | \$ 2,014,672      | \$ 2,013,606          | \$ 5,965,855        | \$ 5,992,674          | \$ 6,007,149          | \$ 6,045,322        | \$ 24,011,000         |
| 14                       | Actual Usage (kWhs)-Test Year Existing         | (2) - (6)            | 166,873,335         | 208,113,644       | 274,482,380           | 710,120,080         | 525,413,884           | 607,447,859           | 649,469,360         | 2,492,451,183         |
| 15                       | Retail Revenue Credit (\$/kWh)                 | Attachment 3, Page 1 | \$ 0.01360          | \$ 0.01360        | \$ 0.01360            |                     |                       |                       |                     |                       |
| 16                       | Variable Power Supply Payments                 | (14) x (15)          | \$ 2,269,477        | \$ 2,830,346      | \$ 3,732,960          | \$ 13,456,776       | \$ 9,956,593          | \$ 11,511,137         | \$ 8,832,783        | \$ 43,757,289         |
| 17                       | Customer Decoupled Payments                    | (12) - (13) - (16)   | \$ 12,474,574       | \$ 16,147,796     | \$ 22,175,661         | \$ 49,870,975       | \$ 34,507,829         | \$ 41,556,397         | \$ 50,798,031       | \$ 176,733,232        |
| 18                       | Residential Revenue Per Customer Received      | (17) / (9)           | \$56.81             | \$73.59           | \$100.98              | \$76.43             | \$52.96               | \$63.84               | \$77.13             | \$67.62               |
| 19                       | Deferral - Surcharge (Rebate)                  | (14) - (17)          | \$ 1,099,560        | \$ 1,042,880      | \$ (171,797)          | \$ 547,787          | \$ (1,130,502)        | \$ (6,671,544)        | \$ 1,970,642        | \$ (5,283,617)        |
| 20                       | Deferral - Revenue Related Expenses            | Rev Conv Factor      | \$ (48,305)         | \$ (45,815)       | \$ 7,547              | \$ (24,305)         | \$ 50,159             | \$ 296,010            | \$ (86,572)         | \$ 235,292            |
| 21                       |  | FERC Rate            | 3.25%               | 3.25%             | 3.25%                 |                     |                       |                       |                     |                       |
| 22                       | Interest on Deferral                           | Avg Balance Calc     | \$ (17,431)         | \$ (14,705)       | \$ (13,617)           | \$ 8,012            | \$ 7,930              | \$ (45,367)           | \$ (45,753)         | \$ (75,179)           |
| 23                       | <b>Monthly Residential Deferral Totals</b>     |                      | <b>\$ 1,033,823</b> | <b>\$ 982,360</b> | <b>\$ (177,867)</b>   | <b>\$ 531,495</b>   | <b>\$ (1,072,413)</b> | <b>\$ (6,420,902)</b> | <b>\$ 1,838,316</b> | <b>\$ (5,123,504)</b> |
| 24                       | Cumulative Deferral (Rebate)/Surcharge Balance | Σ((19),(20),(22))    | \$ (5,927,997)      | \$ (4,945,637)    | <b>\$ (5,123,504)</b> |                     |                       |                       |                     |                       |

\* - As approved in Docket No. UE-190334, the Company is required to calculate decoupled revenue using YTD average customers, compare to what was recorded using monthly customer counts, and record the difference in December so that the annual decoupled revenue is based on YTD average customers. This amount includes that annual true-up that resulted in a decrease to decoupled revenue of \$24,965.

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Decoupling Mechanism - UE-190334 Base effective 4/1/2020 & UE-200900 Base Effective 10/1/2021

Development of WA Electric Deferrals (Calendar Year 2021)

| Line No.                     | Source  | Oct-21               | Nov-21                | Dec-21                | 1st Quarter           | Revised 2nd Quarter | 3rd Quarter         | 4th Quarter         | Year to Date        |                     |
|------------------------------|---|----------------------|-----------------------|-----------------------|-----------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
|                              |   |                      |                       |                       | Total                 | Total               | Total               | Total               | Total               |                     |
|                              | (a)   | (l)                  | (m)                   | (n)                   |                       |                     |                     |                     |                     |                     |
| <b>Non-Residential Group</b> |   |                      |                       |                       |                       |                     |                     |                     |                     |                     |
| 25                           | Actual Customers  | Revenue System       | 38,317                | 38,098                | 38,370                | 113,664             | 114,061             | 114,428             | 114,785             | 456,938             |
| 26                           | Actual Usage (kWhs)   | Revenue System       | 175,624,228           | 164,220,212           | 183,526,968           | 492,850,578         | 542,113,425         | 579,224,736         | 523,371,409         | 2,137,560,148       |
| 27                           | Actual Base Rate Revenue                                    | Revenue System       | \$ 18,846,990         | \$ 17,834,276         | \$ 19,526,738         | \$ 52,449,987       | \$ 56,675,652       | \$ 60,096,865       | \$ 56,208,003       | \$ 225,430,507      |
| 28                           | Actual Basic Charge Revenue                                 | Revenue System       | \$ 1,717,925          | \$ 1,702,423          | \$ 1,700,077          | \$ 5,245,549        | \$ 5,239,218        | \$ 5,162,706        | \$ 5,120,425        | \$ 20,767,898       |
| 29                           | New Customers   | Revenue System       | 1,754                 | 1,809                 | 1,885                 | 4,989               | 5,710               | 6,467               | 5,448               | 22,614              |
| 30                           | New Customer Usage (kWhs)                                   | Revenue System       | 4,854,698             | 6,655,678             | 6,497,568             | 18,000,491          | 16,369,580          | 20,330,236          | 18,007,944          | 72,708,250          |
| 31                           | New Customer Base Rate Revenue                              | Revenue System       | \$ 574,823            | \$ 747,171            | \$ 742,227            | \$ 2,049,567        | \$ 1,939,358        | \$ 2,354,895        | \$ 2,064,221        | \$ 8,408,040        |
| 32                           | New Customer Basic Charge Revenue                           | Revenue System       | \$ 54,963             | \$ 58,272             | \$ 56,901             | \$ 162,504          | \$ 182,720          | \$ 213,228          | \$ 170,136          | \$ 728,588          |
| 33                           | Actual Customers-Test Year Existing                         | (25) - (29)          | 36,563                | 36,289                | 36,485                | 108,675             | 108,351             | 107,961             | 109,337             | 434,324             |
| 34                           | Monthly Decoupled Revenue per Customer                      | Attachment 3, Page 3 | \$420.52              | \$365.86              | \$403.51              | \$358.79            | \$357.73            | \$387.74            | \$396.70            | \$375.26            |
| 35                           | Decoupled Revenue   | (33) x (34)          | \$ 15,375,376         | \$ 13,276,554         | \$ 14,722,601         | ** \$ 38,991,565    | \$ 38,760,068       | \$ 41,860,428       | \$ 43,374,530       | \$ 162,986,590      |
| 36                           | Actual Base Rate Revenue-Test Year Existing                 | (27) - (31)          | \$ 18,272,166         | \$ 17,087,105         | \$ 18,784,511         | \$ 50,400,420       | \$ 54,736,294       | \$ 57,741,970       | \$ 54,143,782       | \$ 217,022,467      |
| 37                           | Actual Basic Charge Revenue-Test Year Existing              | (28) - (32)          | \$ 1,662,962          | \$ 1,644,151          | \$ 1,643,176          | \$ 5,083,045        | \$ 5,056,498        | \$ 4,949,478        | \$ 4,950,289        | \$ 20,039,310       |
| 38                           | Actual Usage (kWhs)-Test Year Existing                      | (26) - (30)          | 170,769,530           | 157,564,534           | 177,029,400           | 474,850,087         | 525,743,846         | 558,894,501         | 505,363,464         | 2,064,851,898       |
| 39                           | Retail Revenue Credit (\$/kWh)                              | Attachment 3, Page 1 | \$ 0.01360            | \$ 0.01360            | \$ 0.01360            |                     |                     |                     |                     |                     |
| 40                           | Variable Power Supply Payments                              | (38) x (39)          | \$ 2,322,466          | \$ 2,142,878          | \$ 2,407,600          | \$ 8,998,409        | \$ 9,962,846        | \$ 10,591,051       | \$ 6,872,943        | \$ 36,425,249       |
| 41                           | Customer Decoupled Payments                                 | (36) - (37) -(40)    | \$ 14,286,739         | \$ 13,300,076         | \$ 14,733,735         | \$ 36,318,966       | \$ 39,716,950       | \$ 42,201,442       | \$ 42,320,550       | \$ 160,557,908      |
| 42                           | Non-Residential Revenue Per Customer Received               | (41) / (33)          | \$390.74              | \$366.50              | \$403.83              | \$334.20            | \$366.56            | \$390.90            | \$387.07            | \$369.67            |
| 43                           | Deferral - Surcharge (Rebate)                               | (41) - (41)          | \$ 1,088,637          | \$ (23,522)           | \$ (11,134)           | \$ 2,672,598        | \$ (956,882)        | \$ (341,014)        | \$ 1,053,981        | \$ 2,428,682        |
| 44                           | Deferral - Revenue Related Expenses                         | Rev Conv Factor      | \$ (47,825)           | \$ 1,033              | \$ 489                | \$ (118,581)        | \$ 42,456           | \$ 15,130           | \$ (46,302)         | \$ (107,297)        |
| 45                           |   | FERC Rate            | 3.25%                 | 3.25%                 | 3.25%                 |                     |                     |                     |                     |                     |
| 46                           | Interest on Deferral  | Avg Balance Calc     | \$ 5,102              | \$ 6,495              | \$ 6,467              | \$ 13,768           | \$ 22,844           | \$ 13,051           | \$ 18,064           | \$ 67,726           |
| 47                           | <b>Monthly Non-Residential Deferral Totals</b>              |                      | <b>\$ 1,045,914</b>   | <b>\$ (15,994)</b>    | <b>\$ (4,177)</b>     | <b>\$ 2,567,785</b> | <b>\$ (891,583)</b> | <b>\$ (312,833)</b> | <b>\$ 1,025,742</b> | <b>\$ 2,389,112</b> |
| 48                           | Cumulative Deferral (Rebate)/Surcharge Balance              | Σ((43) ,(44) ,(46))  | \$ 2,409,283          | \$ 2,393,289          | <b>\$ 2,389,112</b>   |                     |                     |                     |                     |                     |
| 49                           | <b>Total Cumulative Deferral (Rebate)/Surcharge Balance</b> |                      |                       |                       |                       |                     |                     |                     |                     |                     |
| 49                           | <b>Balance</b>  | <b>(26) + (48)</b>   | <b>\$ (3,518,713)</b> | <b>\$ (2,552,348)</b> | <b>\$ (2,734,392)</b> |                     |                     |                     |                     |                     |

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Avista Corporation Decoupling Mechanism  
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Decoupling Mechanism -UG-190335 Base effective 4/1/2020 & UG-200901 Base effective 10/1/2021

Development of WA Natural Gas Deferrals (Calendar Year 2021)

| Line No.                 | Source   | Oct-21               | Nov-21              | Dec-21              | 1st Quarter<br>Total | 2nd Quarter<br>Total | 3rd Quarter<br>Total | 4th Quarter<br>Total | Year To Date<br>Total |                     |
|--------------------------|--|----------------------|---------------------|---------------------|----------------------|----------------------|----------------------|----------------------|-----------------------|---------------------|
| (a)                      | (b)  | (l)                  | (m)                 | (n)                 | (o)                  |                      |                      |                      | (o)                   |                     |
| <b>Residential Group</b> |  |                      |                     |                     |                      |                      |                      |                      |                       |                     |
| 1                        | Actual Customers                                 | Revenue System       | 171,132             | 171,256             | 171,774              | 510,114              | 510,954              | 511,757              | 514,162               | 2,046,987           |
| 2                        | Actual Usage ("Therms)                           | Revenue System       | 8,316,628           | 14,219,304          | 23,797,281           | 56,951,250           | 16,173,832           | 7,535,354            | 46,333,213            | 126,993,649         |
| 3                        | Actual Base Rate Revenue                         | Revenue System       | \$ 5,661,049        | \$ 7,955,293        | \$ 13,471,458        | \$ 31,700,277        | \$ 11,581,366        | \$ 8,042,112         | \$ 27,087,801         | \$ 78,411,555       |
| 4                        | Actual Fixed Charge Revenue                      | Revenue System       | \$ 1,648,858        | \$ 1,648,972        | \$ 1,650,321         | \$ 4,895,293         | \$ 4,921,893         | \$ 4,937,293         | \$ 4,948,151          | \$ 19,702,630       |
| 5                        | New Customers                                    | Revenue System       | 4,403               | 4,679               | 4,909                | 18,844               | 20,409               | 22,122               | 13,991                | 75,366              |
| 6                        | New Customer Usage (Therms)                      | Revenue System       | 116,188             | 292,557             | 513,683              | 2,036,457            | 717,722              | 204,235              | 922,429               | 3,880,842           |
| 7                        | New Customer Base Rate Revenue                   | Revenue System       | \$ 95,884           | \$ 192,178          | \$ 316,498           | \$ 1,134,949         | \$ 509,399           | \$ 298,630           | \$ 604,560            | \$ 2,547,539        |
| 8                        | New Customer Fixed Charge Revenue                | Revenue System       | \$ 41,876           | \$ 44,698           | \$ 46,750            | \$ 179,531           | \$ 194,361           | \$ 210,001           | \$ 133,323            | \$ 717,215          |
| 9                        | Actual/Test Year Existing Customers              | (1) - (5)            | 166,729             | 166,577             | 166,865              | 491,270              | 490,545              | 489,635              | 500,171               | 1,971,621           |
| 10                       | Monthly Decoupled Revenue per Customer           | Attachment 4, Page 3 | \$31.60             | \$53.33             | \$70.53              | \$52.33              | \$17.51              | \$7.14               | \$51.73               | \$32.29             |
| 11                       | Decoupled Revenue                                | (9) x (10)           | \$ 5,267,839        | \$ 8,883,389        | \$ 11,724,193 *      | \$ 25,707,450        | \$ 8,590,405         | \$ 3,495,676         | \$ 25,875,421         | \$ 63,668,952       |
| 12                       | Actual Usage - Test Year Existing                | (2) - (6)            | 8,200,440           | 13,926,747          | 23,283,597           | 54,914,793           | 15,456,110           | 7,331,120            | 45,410,784            | 123,112,807         |
| 13                       | Actual Base Rate Revenue - Test Year Existing    | (3) - (7)            | \$ 5,565,165        | \$ 7,763,115        | \$ 13,154,960        | \$ 30,565,327        | \$ 11,071,966        | \$ 7,743,481         | \$ 26,483,241         | \$ 75,864,015       |
| 14                       | Actual Fixed Charge Revenue - Test Year Existing | (4) - (8)            | \$ 1,606,982        | \$ 1,604,275        | \$ 1,603,572         | \$ 4,715,762         | \$ 4,727,533         | \$ 4,727,292         | \$ 4,814,828          | \$ 18,985,414       |
| 15                       | Customer Decoupled Payments                      | (13) - (14)          | \$ 3,958,183        | \$ 6,158,841        | \$ 11,551,389        | \$ 25,849,565        | \$ 6,344,434         | \$ 3,016,189         | \$ 21,668,413         | \$ 56,878,601       |
| 16                       | Residential Revenue Per Customer Received        | (15) / (9)           | \$23.74             | \$36.97             | \$69.23              | \$52.62              | \$12.93              | \$6.16               | \$43.32               | \$28.85             |
| 17                       | Deferral - Surcharge (Rebate)                    | (13) - (15)          | \$ 1,309,656        | \$ 2,724,548        | \$ 172,804           | \$ (142,115)         | \$ 2,245,971         | \$ 479,487           | \$ 4,207,008          | \$ 6,790,351        |
| 18                       | Deferral - Revenue Related Expenses              | Rev Conv Factor      | \$ (57,256)         | \$ (119,112)        | \$ (7,555)           | \$ 6,275             | \$ (99,171)          | \$ (21,172)          | \$ (183,922)          | \$ (297,989)        |
| 19                       |  | FERC Rate            | 3.25%               | 3.25%               | 3.25%                |                      |                      |                      |                       |                     |
| 20                       | Interest on Deferral                             | Avg Balance Calc     | \$ 8,458            | \$ 13,705           | \$ 17,494            | \$ (318)             | \$ 9,476             | \$ 18,282            | \$ 39,657             | \$ 67,097           |
| 21                       | <b>Monthly Residential Deferral Totals</b>       |                      | <b>\$ 1,260,858</b> | <b>\$ 2,619,142</b> | <b>\$ 182,744</b>    | <b>\$ (136,158)</b>  | <b>\$ 2,156,276</b>  | <b>\$ 476,597</b>    | <b>\$ 4,062,743</b>   | <b>\$ 6,559,458</b> |
| 22                       | Cumulative Deferral (Rebate) Balance             | Σ((17),(18),(20))    | \$ 3,757,573        | \$ 6,376,714        | <b>\$ 6,559,458</b>  |                      |                      |                      |                       |                     |

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Development of WA Natural Gas Deferrals (Calendar Year 2021)

| Line No.                     | Source   | Oct-21               | Nov-21              | Dec-21              | 1st Quarter<br>Total | 2nd Quarter<br>Total | 3rd Quarter<br>Total | 4th Quarter<br>Total | Year To Date<br>Total |                     |
|------------------------------|--|----------------------|---------------------|---------------------|----------------------|----------------------|----------------------|----------------------|-----------------------|---------------------|
| (a)                          | (b)  | (l)                  | (m)                 | (n)                 | (o)                  |                      |                      |                      | (o)                   |                     |
| <b>Non-Residential Group</b> |  |                      |                     |                     |                      |                      |                      |                      |                       |                     |
| 23                           | Actual Customers                                 | Revenue System       | 3,210               | 3,225               | 3,253                | 9,546                | 9,555                | 9,581                | 9,688                 | 38,370              |
| 24                           | Actual Usage ("Therms)                           | Revenue System       | 4,327,020           | 5,630,045           | 9,023,138            | 22,185,061           | 8,871,548            | 6,014,140            | 18,980,202            | 56,050,951          |
| 25                           | Actual Base Rate Revenue                         | Revenue System       | \$ 1,321,635        | \$ 1,460,658        | \$ 2,486,342         | \$ 6,694,129         | \$ 3,500,309         | \$ 2,393,797         | \$ 5,268,635          | \$ 17,856,869       |
| 26                           | Actual Fixed Charge Revenue                      | Revenue System       | \$ 363,468          | \$ 384,641          | \$ 389,100           | \$ 1,028,101         | \$ 1,029,736         | \$ 1,031,039         | \$ 1,137,209          | \$ 4,226,085        |
| 27                           | New Customers                                    | Revenue System       | 37                  | 41                  | 48                   | 153                  | 181                  | 208                  | 126                   | 668                 |
| 28                           | New Customer Usage (Therms)                      | Revenue System       | 21,805              | 44,814              | 174,933              | 644,426              | 259,595              | 107,086              | 241,552               | 1,252,659           |
| 29                           | New Customer Base Rate Revenue                   | Revenue System       | \$ 9,059            | \$ 16,526           | \$ 49,759            | \$ 176,973           | \$ 90,023            | \$ 48,217            | \$ 75,344             | \$ 390,557          |
| 30                           | New Customer Fixed Charge Revenue                | Revenue System       | \$ 3,567            | \$ 4,423            | \$ 5,979             | \$ 15,727            | \$ 19,135            | \$ 21,542            | \$ 13,970             | \$ 70,373           |
| 31                           | Test Year Existing Customers                     | (23) - (27)          | 3,173               | 3,184               | 3,205                | 9,393                | 9,374                | 9,373                | 9,562                 | 37,702              |
| 32                           | Monthly Decoupled Revenue per Customer           | Attachment 5, Page 3 | \$399.48            | \$594.98            | \$744.05             | \$616.86             | \$302.70             | \$173.59             | \$578.68              | \$418.87            |
| 33                           | Decoupled Revenue                                | (31) x (32)          | \$ 1,267,545        | \$ 1,894,419        | \$ 2,371,408 **      | \$ 5,794,196         | \$ 2,837,507         | \$ 1,627,098         | \$ 5,533,372          | \$ 15,792,174       |
| 34                           | Actual Usage (Therms) - Test Year Existing       | (24) - (28)          | 4,305,215           | 5,585,230           | 8,848,204            | 21,540,635           | 8,611,953            | 5,907,055            | 18,738,650            | 54,798,292          |
| 35                           | Actual Base Rate Revenue - Test Year Existing    | (25) - (29)          | \$ 1,312,576        | \$ 1,444,132        | \$ 2,436,583         | \$ 6,517,156         | \$ 3,410,286         | \$ 2,345,580         | \$ 5,193,291          | \$ 17,466,313       |
| 36                           | Actual Fixed Charge Revenue - Test Year Existing | (26) - (30)          | \$ 359,901          | \$ 380,218          | \$ 383,121           | \$ 1,012,373         | \$ 1,010,601         | \$ 1,009,497         | \$ 1,123,240          | \$ 4,155,711        |
| 37                           | Customer Decoupled Payments                      | (35) - (36)          | \$ 952,675          | \$ 1,063,914        | \$ 2,053,462         | \$ 5,504,783         | \$ 2,399,685         | \$ 1,336,082         | \$ 4,070,051          | \$ 13,310,601       |
| 38                           | Non-Residential Revenue Per Customer Received    | (37) / (31)          | \$300.24            | \$334.14            | \$640.71             | \$586.05             | \$255.99             | \$142.55             | \$425.65              | \$353.05            |
| 39                           | Deferral - Surcharge (Rebate)                    | (33) - (37)          | \$ 314,870          | \$ 830,505          | \$ 317,946           | \$ 289,414           | \$ 437,822           | \$ 291,016           | \$ 1,463,321          | \$ 2,481,573        |
| 40                           | Deferral - Revenue Related Expenses              | Rev Conv Factor      | \$ (13,765)         | \$ (36,308)         | \$ (13,900)          | \$ (12,779)          | \$ (19,332)          | \$ (12,850)          | \$ (63,973)           | \$ (108,934)        |
| 41                           |  | FERC Rate            | 3.25%               | 3.25%               | 3.25%                |                      |                      |                      |                       |                     |
| 42                           | Interest on Deferral                             | Avg Balance Calc     | \$ 3,083            | \$ 4,574            | \$ 6,074             | \$ 3,652             | \$ 3,873             | \$ 6,839             | \$ 13,731             | \$ 28,095           |
| 43                           | <b>Monthly Non-Residential Deferral Totals</b>   |                      | <b>\$ 304,187</b>   | <b>\$ 798,771</b>   | <b>\$ 310,120</b>    | <b>\$ 280,286</b>    | <b>\$ 422,363</b>    | <b>\$ 285,006</b>    | <b>\$ 1,413,078</b>   | <b>\$ 2,400,734</b> |
| 44                           | Cumulative Deferral (Rebate) Balance             | Σ((39) ,(40) , (42)) | \$ 1,291,842        | \$ 2,090,614        | <b>\$ 2,400,734</b>  |                      |                      |                      |                       |                     |
| 45                           | <b>Total Cumulative Deferral (Rebate)</b>        | <b>(21) + (44)</b>   | <b>\$ 5,049,415</b> | <b>\$ 8,467,328</b> | <b>\$ 8,960,191</b>  |                      |                      |                      |                       |                     |

\* - As approved in Docket No. UG-190335, the Company is required to calculate decoupled revenue using YTD average customers, compare to what was recorded using monthly customer counts, and record the difference in December so that the annual decoupled revenue is based on YTD average customers. This amount includes that annual true-up that resulted in a decrease to decoupled revenue of \$13,260.

Avista Corporation Decoupling Mechanism  
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**Balance Sheet Accounts**

Jurisdiction: WA

**Deferred Revenue**

| Ferc Acct | Ferc Acct Desc                 | Service | Accounting Period | Beginning Balance | Monthly Activity | Ending Balance      |  |
|-----------|--------------------------------|---------|-------------------|-------------------|------------------|---------------------|--|
| 186328    | REG ASSET-DECOUPLING DEFERRED  | ED      | 202110            | -6,961,820.14     | 1,033,822.94     | -5,927,997.20       |  |
|           | REG ASSET-DECOUPLING DEFERRED  |         | 202111            | -5,927,997.20     | 982,359.54       | -4,945,637.66       |  |
|           | REG ASSET-DECOUPLING DEFERRED  |         | 202112            | -4,945,637.66     | -177,867.01      | -5,123,504.67       |  |
|           |                                |         |                   |                   |                  | <b>1,838,315.47</b> |  |
|           | REG ASSET-DECOUPLING DEFERRED  | GD      | 202110            | 2,496,714.64      | 1,260,858.06     | 3,757,572.70        |  |
|           | REG ASSET-DECOUPLING DEFERRED  |         | 202111            | 3,757,572.70      | 2,619,141.61     | 6,376,714.31        |  |
|           | REG ASSET-DECOUPLING DEFERRED  |         | 202112            | 6,376,714.31      | 182,743.52       | 6,559,457.83        |  |
|           |                                |         |                   |                   |                  | <b>4,062,743.19</b> |  |
|           |                                |         |                   |                   |                  | <b>5,901,058.66</b> |  |
| 186338    | REG ASSET NON-RES DECOUPLING D | ED      | 202110            | 1,359,974.63      | 1,049,308.16     | 2,409,282.79        |  |
|           | REG ASSET NON-RES DECOUPLING D |         | 202111            | 2,409,282.79      | -15,994.10       | 2,393,288.69        |  |
|           | REG ASSET NON-RES DECOUPLING D |         | 202112            | 2,393,288.69      | -4,177.20        | 2,389,111.49        |  |
|           |                                |         |                   |                   |                  | <b>1,029,136.86</b> |  |
|           | REG ASSET NON-RES DECOUPLING D | GD      | 202110            | 987,655.40        | 304,186.96       | 1,291,842.36        |  |
|           | REG ASSET NON-RES DECOUPLING D |         | 202111            | 1,291,842.36      | 798,771.44       | 2,090,613.80        |  |
|           | REG ASSET NON-RES DECOUPLING D |         | 202112            | 2,090,613.80      | 310,119.86       | 2,400,733.66        |  |
|           |                                |         |                   |                   |                  | <b>1,413,078.26</b> |  |
|           |                                |         |                   |                   |                  | <b>2,442,215.12</b> |  |

Jurisdiction: WA

**2020 Deferred Revenue Pending Recovery**

| Ferc Acct | Ferc Acct Desc                 | Service | Accounting Period | Beginning Balance | Monthly Activity | Ending Balance |  |
|-----------|--------------------------------|---------|-------------------|-------------------|------------------|----------------|--|
| 182329    | REG ASSET- DECOUPLING PRIOR YE | ED      | 202110            | 0.00              | 0.00             | 0.00           |  |
|           | REG ASSET- DECOUPLING PRIOR YE |         | 202111            | 0.00              | 0.00             | 0.00           |  |
|           | REG ASSET- DECOUPLING PRIOR YE |         | 202112            | 0.00              | 0.00             | 0.00           |  |
|           |                                |         |                   |                   |                  | <b>0.00</b>    |  |
|           | REG ASSET- DECOUPLING PRIOR YE | GD      | 202110            | 0.00              | 0.00             | 0.00           |  |
|           | REG ASSET- DECOUPLING PRIOR YE |         | 202111            | 0.00              | 0.00             | 0.00           |  |
|           | REG ASSET- DECOUPLING PRIOR YE |         | 202112            | 0.00              | 0.00             | 0.00           |  |
|           |                                |         |                   |                   |                  | <b>0.00</b>    |  |
|           |                                |         |                   |                   |                  | <b>0.00</b>    |  |
| 182339    | REG ASSET - NON RES DECOUPLING | ED      | 202110            | 0.00              | 0.00             | 0.00           |  |
|           | REG ASSET - NON RES DECOUPLING |         | 202111            | 0.00              | 0.00             | 0.00           |  |
|           | REG ASSET - NON RES DECOUPLING |         | 202112            | 0.00              | 0.00             | 0.00           |  |
|           |                                |         |                   |                   |                  | <b>0.00</b>    |  |
|           | REG ASSET - NON RES DECOUPLING | GD      | 202110            | 0.00              | 0.00             | 0.00           |  |
|           | REG ASSET - NON RES DECOUPLING |         | 202111            | 0.00              | 0.00             | 0.00           |  |
|           | REG ASSET - NON RES DECOUPLING |         | 202112            | 0.00              | 0.00             | 0.00           |  |
|           |                                |         |                   |                   |                  | <b>0.00</b>    |  |
|           |                                |         |                   |                   |                  | <b>0.00</b>    |  |

Avista Corporation Decoupling Mechanism  
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Jurisdiction:WA

**Deferred Revenue Approved for Recovery  
Surcharge**

| Ferc Acct            | Ferc Acct Desc                 | Service | Accounting Period | Beginning Balance | Monthly Activity | Ending Balance |  |
|----------------------|--------------------------------|---------|-------------------|-------------------|------------------|----------------|--|
| 182328               | REG ASSET- DECOUPLING SURCHARG | ED      | 202110            | 0.00              | 0.00             | 0.00           |  |
|                      | REG ASSET- DECOUPLING SURCHARG |         | 202111            | 0.00              | 0.00             | 0.00           |  |
|                      | REG ASSET- DECOUPLING SURCHARG |         | 202112            | 0.00              | 0.00             | 0.00           |  |
|                      | <b>0.00</b>                    |         |                   |                   |                  |                |  |
|                      | REG ASSET- DECOUPLING SURCHARG | GD      | 202110            | 1,138,213.45      | -70,638.27       | 1,067,575.18   |  |
|                      | REG ASSET- DECOUPLING SURCHARG |         | 202111            | 1,067,575.18      | -123,515.35      | 944,059.83     |  |
|                      | REG ASSET- DECOUPLING SURCHARG |         | 202112            | 944,059.83        | -208,410.99      | 735,648.84     |  |
| <b>-402,564.61</b>   |                                |         |                   |                   |                  |                |  |
| <b>-402,564.61</b>   |                                |         |                   |                   |                  |                |  |
| 182338               | REG ASSET- DECOUPLING SURCHARG | ED      | 202110            | 11,461,445.13     | -1,111,789.36    | 10,349,655.77  |  |
|                      | REG ASSET- DECOUPLING SURCHARG |         | 202111            | 10,349,655.77     | -1,041,106.57    | 9,308,549.20   |  |
|                      | REG ASSET- DECOUPLING SURCHARG |         | 202112            | 9,308,549.20      | -1,171,985.07    | 8,136,564.13   |  |
|                      | <b>-3,324,881.00</b>           |         |                   |                   |                  |                |  |
|                      | REG ASSET - NON RES DECOUPLING | GD      | 202110            | 434,709.93        | -32,542.69       | 402,167.24     |  |
|                      | REG ASSET - NON RES DECOUPLING |         | 202111            | 402,167.24        | -42,707.04       | 359,460.20     |  |
|                      | REG ASSET - NON RES DECOUPLING |         | 202112            | 359,460.20        | -69,342.50       | 290,117.70     |  |
| <b>-144,592.23</b>   |                                |         |                   |                   |                  |                |  |
| <b>-3,469,473.23</b> |                                |         |                   |                   |                  |                |  |

Jurisdiction:WA

**Rebate**

| Ferc Acct                      | Ferc Acct Desc                 | Service | Accounting Period | Beginning Balance | Monthly Activity | Ending Balance |  |
|--------------------------------|--------------------------------|---------|-------------------|-------------------|------------------|----------------|--|
| 254328                         | REG LIABILITY DECOUPLING REBAT | ED      | 202110            | -1,119,841.56     | 69,810.24        | -1,050,031.32  |  |
|                                | REG LIABILITY DECOUPLING REBAT |         | 202111            | -1,050,031.32     | 88,193.77        | -961,837.55    |  |
|                                | REG LIABILITY DECOUPLING REBAT |         | 202112            | -961,837.55       | 117,890.54       | -843,947.01    |  |
|                                | <b>275,894.55</b>              |         |                   |                   |                  |                |  |
|                                | REG LIABILITY DECOUPLING REBAT | GD      | 202110            | 0.00              | 0.00             | 0.00           |  |
|                                | REG LIABILITY DECOUPLING REBAT |         | 202111            | 0.00              | 0.00             | 0.00           |  |
| REG LIABILITY DECOUPLING REBAT | 202112                         |         | 0.00              | 0.00              | 0.00             |                |  |
| <b>0.00</b>                    |                                |         |                   |                   |                  |                |  |
| <b>275,894.55</b>              |                                |         |                   |                   |                  |                |  |
| 254338                         | REG LIABILITY NON RES DECOUPLI | ED      | 202110            | 0.00              | 0.00             | 0.00           |  |
|                                | REG LIABILITY NON RES DECOUPLI |         | 202111            | 0.00              | 0.00             | 0.00           |  |
|                                | REG LIABILITY NON RES DECOUPLI |         | 202112            | 0.00              | 0.00             | 0.00           |  |
|                                | <b>0.00</b>                    |         |                   |                   |                  |                |  |
|                                | REG LIABILITY NON RES DECOUPLI | GD      | 202110            | 0.00              | 0.00             | 0.00           |  |
|                                | REG LIABILITY NON RES DECOUPLI |         | 202111            | 0.00              | 0.00             | 0.00           |  |
| REG LIABILITY NON RES DECOUPLI | 202112                         |         | 0.00              | 0.00              | 0.00             |                |  |
| <b>0.00</b>                    |                                |         |                   |                   |                  |                |  |
| <b>0.00</b>                    |                                |         |                   |                   |                  |                |  |

Jurisdiction:WA

**Accumulated Deferred Taxes**

| Ferc Acct                     | Ferc Acct Desc                | Service | Accounting Period | Beginning Balance | Monthly Activity | Ending Balance |  |
|-------------------------------|-------------------------------|---------|-------------------|-------------------|------------------|----------------|--|
| 283328                        | ADFIT DECOUPLING DEFERRED REV | ED      | 202110            | -995,349.17       | -218,641.91      | -1,213,991.08  |  |
|                               | ADFIT DECOUPLING DEFERRED REV |         | 202111            | -1,213,991.08     | -2,825.06        | -1,216,816.14  |  |
|                               | ADFIT DECOUPLING DEFERRED REV |         | 202112            | -1,216,816.14     | 259,589.14       | -957,227.00    |  |
|                               | <b>38,122.17</b>              |         |                   |                   |                  |                |  |
|                               | ADFIT DECOUPLING DEFERRED REV | GD      | 202110            | -1,062,031.77     | -306,991.45      | -1,369,023.22  |  |
|                               | ADFIT DECOUPLING DEFERRED REV |         | 202111            | -1,369,023.22     | -524,062.49      | -1,893,085.71  |  |
| ADFIT DECOUPLING DEFERRED REV | 202112                        |         | -1,893,085.71     | 10,823.61         | -1,882,262.10    |                |  |
| <b>-820,230.33</b>            |                               |         |                   |                   |                  |                |  |
| <b>-782,108.16</b>            |                               |         |                   |                   |                  |                |  |

Avista Corporation Decoupling Mechanism  
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**Income Statement Accounts**

Jurisdiction:WA

**Deferred Revenue**

| Ferc Acct | Ferc Acct Desc                 | Service | Accounting Period | Beginning Balance | Monthly Activity     | Ending Balance |
|-----------|--------------------------------|---------|-------------------|-------------------|----------------------|----------------|
| 456328    | RESIDENTIAL DECOUPLING DEFERRE | ED      | 202110            | 6,932,394.48      | -1,051,254.30        | 5,881,140.18   |
|           | RESIDENTIAL DECOUPLING DEFERRE |         | 202111            | 5,881,140.18      | -997,064.34          | 4,884,075.84   |
|           | RESIDENTIAL DECOUPLING DEFERRE |         | 202112            | 4,884,075.84      | 164,250.15           | 5,048,325.99   |
|           |                                |         |                   |                   | <b>-1,884,068.49</b> |                |
| 456338    | NON-RES DECOUPLING DEFERRED RE | ED      | 202110            | -1,310,322.68     | -1,044,196.17        | -2,354,518.85  |
|           | NON-RES DECOUPLING DEFERRED RE |         | 202111            | -2,354,518.85     | 22,488.79            | -2,332,030.06  |
|           | NON-RES DECOUPLING DEFERRED RE |         | 202112            | -2,332,030.06     | 10,644.61            | -2,321,385.45  |
|           |                                |         |                   |                   | <b>-1,011,062.77</b> |                |
| 495328    | RESIDENTIAL DECOUPLING DEFERRE | GD      | 202110            | -2,469,274.84     | -1,252,400.17        | -3,721,675.01  |
|           | RESIDENTIAL DECOUPLING DEFERRE |         | 202111            | -3,721,675.01     | -2,605,436.66        | -6,327,111.67  |
|           | RESIDENTIAL DECOUPLING DEFERRE |         | 202112            | -6,327,111.67     | -165,249.48          | -6,492,361.15  |
|           |                                |         |                   |                   | <b>-4,023,086.31</b> |                |
| 495338    | NON-RES DECOUPLING DEFERRED RE | GD      | 202110            | -973,290.73       | -301,104.31          | -1,274,395.04  |
|           | NON-RES DECOUPLING DEFERRED RE |         | 202111            | -1,274,395.04     | -794,197.22          | -2,068,592.26  |
|           | NON-RES DECOUPLING DEFERRED RE |         | 202112            | -2,068,592.26     | -304,046.05          | -2,372,638.31  |
|           |                                |         |                   |                   | <b>-1,399,347.58</b> |                |

Jurisdiction:WA

**Amortization of Prior Period Deferred Revenue**

| Ferc Acct | Ferc Acct Desc                 | Service | Accounting Period | Beginning Balance | Monthly Activity    | Ending Balance |
|-----------|--------------------------------|---------|-------------------|-------------------|---------------------|----------------|
| 456329    | AMORTIZATION RES DECOUPLING DE | ED      | 202110            | 3,416,446.57      | -72,744.64          | 3,343,701.93   |
|           | AMORTIZATION RES DECOUPLING DE |         | 202111            | 3,343,701.93      | -90,914.49          | 3,252,787.44   |
|           | AMORTIZATION RES DECOUPLING DE |         | 202112            | 3,252,787.44      | -120,332.57         | 3,132,454.87   |
|           |                                |         |                   |                   | <b>-283,991.70</b>  |                |
| 456339    | AMORTIZATION NON-RES DECOUPLIN | ED      | 202110            | 6,697,598.17      | 1,141,285.28        | 7,838,883.45   |
|           | AMORTIZATION NON-RES DECOUPLIN |         | 202111            | 7,838,883.45      | 1,067,691.06        | 8,906,574.51   |
|           | AMORTIZATION NON-RES DECOUPLIN |         | 202112            | 8,906,574.51      | 1,195,576.71        | 10,102,151.22  |
|           |                                |         |                   |                   | <b>3,404,553.05</b> |                |
| 495329    | AMORTIZATION RES DECOUPLING DE | GD      | 202110            | -443,943.32       | 73,621.24           | -370,322.08    |
|           | AMORTIZATION RES DECOUPLING DE |         | 202111            | -370,322.08       | 126,235.76          | -244,086.32    |
|           | AMORTIZATION RES DECOUPLING DE |         | 202112            | -244,086.32       | 210,682.52          | -33,403.80     |
|           |                                |         |                   |                   | <b>410,539.52</b>   |                |
| 495339    | AMORTIZATION NON-RES DECOUPLIN | GD      | 202110            | 164,637.01        | 33,674.43           | 198,311.44     |
|           | AMORTIZATION NON-RES DECOUPLIN |         | 202111            | 198,311.44        | 43,737.02           | 242,048.46     |
|           | AMORTIZATION NON-RES DECOUPLIN |         | 202112            | 242,048.46        | 70,220.95           | 312,269.41     |
|           |                                |         |                   |                   | <b>147,632.40</b>   |                |

Avista Corporation Decoupling Mechanism  
Washington Jurisdiction  
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Jurisdiction: WA

Interest Income or Expense

| Ferc Acct          | Ferc Acct Desc                | Service | Accounting Period | Beginning Balance | Monthly Activity | Ending Balance |  |
|--------------------|-------------------------------|---------|-------------------|-------------------|------------------|----------------|--|
| 419328             | INTEREST INCOME - DECOUPLING  | ED      | 202110            | -459,589.76       | -34,607.91       | -494,197.67    |  |
|                    | INTEREST INCOME - DECOUPLING  |         | 202111            | -494,197.67       | -33,079.18       | -527,276.85    |  |
|                    | INTEREST INCOME - DECOUPLING  |         | 202112            | -527,276.85       | -30,059.05       | -557,335.90    |  |
|                    | <b>-97,746.14</b>             |         |                   |                   |                  |                |  |
|                    | INTEREST INCOME - DECOUPLING  | GD      | 202110            | -84,092.16        | -15,655.25       | -99,747.41     |  |
|                    | INTEREST INCOME - DECOUPLING  |         | 202111            | -99,747.41        | -22,029.56       | -121,776.97    |  |
|                    | INTEREST INCOME - DECOUPLING  |         | 202112            | -121,776.97       | -26,717.83       | -148,494.80    |  |
|                    | <b>-64,402.64</b>             |         |                   |                   |                  |                |  |
|                    | <b>-162,148.78</b>            |         |                   |                   |                  |                |  |
| 431328             | INTEREST EXPENSE - DECOUPLING | ED      | 202110            | 67,535.14         | 20,365.76        | 87,900.90      |  |
|                    | INTEREST EXPENSE - DECOUPLING |         | 202111            | 87,900.90         | 17,425.52        | 105,326.42     |  |
|                    | INTEREST EXPENSE - DECOUPLING |         | 202112            | 105,326.42        | 16,058.89        | 121,385.31     |  |
|                    | <b>53,850.17</b>              |         |                   |                   |                  |                |  |
|                    | INTEREST EXPENSE - DECOUPLING | GD      | 202110            | 4,623.81          | 0.00             | 4,623.81       |  |
|                    | INTEREST EXPENSE - DECOUPLING |         | 202111            | 4,623.81          | 0.00             | 4,623.81       |  |
|                    | INTEREST EXPENSE - DECOUPLING |         | 202112            | 4,623.81          | 0.00             | 4,623.81       |  |
|                    | <b>0.00</b>                   |         |                   |                   |                  |                |  |
|                    | <b>53,850.17</b>              |         |                   |                   |                  |                |  |
| <b>-108,298.61</b> |                               |         |                   |                   |                  |                |  |

Financial Reporting Contra Asset Accounts (2)

Jurisdiction: WA

| Ferc Acct | Ferc Acct Desc                           | Service | Accounting Period | Beginning Balance | Monthly Activity | Ending Balance |                      |
|-----------|--|---------|-------------------|-------------------|------------------|----------------|----------------------|
| 253311    | CONTRA DECOUPLING DEFERRED REV           | ED      | 202110            | 0.00              | 0.00             | 0.00           |                      |
|           | CONTRA DECOUPLING DEFERRED REV           |         | 202111            | 0.00              | 0.00             | 0.00           |                      |
|           | CONTRA DECOUPLING DEFERRED REV           |         | 202112            | 0.00              | 0.00             | 0.00           |                      |
|           | <b>0.00</b>                              |         |                   |                   |                  |                |                      |
|           | CONTRA DECOUPLING DEFERRED REV           | GD      | 202110            | 0.00              | 0.00             | 0.00           |                      |
|           | CONTRA DECOUPLING DEFERRED REV           |         | 202111            | 0.00              | -756,155.01      | -756,155.01    |                      |
|           | CONTRA DECOUPLING DEFERRED REV           |         | 202112            | -756,155.01       | -266,650.85      | -1,022,805.86  |                      |
|           | <b>-1,022,805.86</b>                     |         |                   |                   |                  |                |                      |
|           | <b>Current Year Contra Asset Balance</b> |         |                   |                   |                  |                | <b>-1,022,805.86</b> |
| 253312    | CONTRA DECOUPLED DEFERRED REVE           | ED      | 202110            | 0.00              | 0.00             | 0.00           |                      |
|           | CONTRA DECOUPLED DEFERRED REVE           |         | 202111            | 0.00              | 0.00             | 0.00           |                      |
|           | CONTRA DECOUPLED DEFERRED REVE           |         | 202112            | 0.00              | 0.00             | 0.00           |                      |
|           | <b>0.00</b>                              |         |                   |                   |                  |                |                      |
|           | CONTRA DECOUPLED DEFERRED REVE           | GD      | 202110            | 0.00              | 0.00             | 0.00           |                      |
|           | CONTRA DECOUPLED DEFERRED REVE           |         | 202111            | 0.00              | 0.00             | 0.00           |                      |
|           | CONTRA DECOUPLED DEFERRED REVE           |         | 202112            | 0.00              | 0.00             | 0.00           |                      |
|           | <b>0.00</b>                              |         |                   |                   |                  |                |                      |
|           | <b>Prior Year Contra Asset Balance</b>   |         |                   |                   |                  |                | <b>0.00</b>          |
| 456311    | CONTRA DECOUPLING DEFERRAL               | ED      | 202110            | 0.00              | 0.00             | 0.00           |                      |
|           | CONTRA DECOUPLING DEFERRAL               |         | 202111            | 0.00              | 0.00             | 0.00           |                      |
|           | CONTRA DECOUPLING DEFERRAL               |         | 202112            | 0.00              | 0.00             | 0.00           |                      |
|           | <b>0.00</b>                              |         |                   |                   |                  |                |                      |
| 495311    | CONTRA DECOUPLING DEFERRAL               | GD      | 202110            | 0.00              | 0.00             | 0.00           |                      |
|           | CONTRA DECOUPLING DEFERRAL               |         | 202111            | 0.00              | 756,155.01       | 756,155.01     |                      |
|           | CONTRA DECOUPLING DEFERRAL               |         | 202112            | 756,155.01        | 266,650.85       | 1,022,805.86   |                      |
|           | <b>1,022,805.86</b>                      |         |                   |                   |                  |                |                      |



Avista Corporation Decoupling Mechanism  
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**Washington Jurisdiction Decoupling Mechanism Interest Summary  
Electric**

|                  | EDWA | Total Interest      | 419328                | 431328              | Net Inc/Exp           | Recon Check      |
|------------------|------|---------------------|-----------------------|---------------------|-----------------------|------------------|
| Sep-21           |      | \$14,376.73         | (\$36,504.68)         | \$22,133.00         | (\$14,371.68)         | \$5.05           |
| Oct-21           |      | \$14,232.05         | (\$34,607.91)         | \$20,365.76         | (\$14,242.15)         | (\$10.10)        |
| Nov-21           |      | \$15,653.66         | (\$33,079.18)         | \$17,425.52         | (\$15,653.66)         | \$0.00           |
| Dec-21           |      | \$14,000.16         | (\$30,059.05)         | \$16,058.89         | (\$14,000.16)         | \$0.00           |
| <b>Q1 Total</b>  |      | <b>\$171,246.51</b> | <b>(\$177,851.59)</b> | <b>\$6,605.08</b>   | <b>(\$171,246.51)</b> | <b>\$0.00</b>    |
| <b>Q2 Total</b>  |      | <b>\$155,769.35</b> | <b>(\$162,427.84)</b> | <b>\$6,658.88</b>   | <b>(\$155,768.96)</b> | <b>\$0.39</b>    |
| <b>Q3 Total</b>  |      | <b>\$65,048.85</b>  | <b>(\$119,310.33)</b> | <b>\$54,271.18</b>  | <b>(\$65,039.15)</b>  | <b>\$9.70</b>    |
| <b>Q4 Total</b>  |      | <b>\$43,885.87</b>  | <b>(\$97,746.14)</b>  | <b>\$53,850.17</b>  | <b>(\$43,895.97)</b>  | <b>(\$10.10)</b> |
| <b>YTD Total</b> |      | <b>\$435,950.58</b> | <b>(\$557,335.90)</b> | <b>\$121,385.31</b> | <b>(\$435,950.59)</b> | <b>(\$0.01)</b>  |

\* - Includes Q1 Revision Entry Interest of \$132.56 as noted in Q1 Quarterly Report

| <b>186328</b>                 | ED | Deferral       | Interest      |              | Ending           | Interest |
|-------------------------------|----|----------------|---------------|--------------|------------------|----------|
| <b>Deferral - Residential</b> | WA | Entry          | Income/(exp)  | Amortization | Balance          | Rate     |
| Sep-21                        |    | \$159,886.39   | (\$19,019.93) |              | (\$6,961,820.15) | 3.25%    |
| Oct-21                        |    | \$1,051,254.30 | (\$17,431.36) |              | (\$5,927,997.21) | 3.25%    |
| Nov-21                        |    | \$997,064.34   | (\$14,704.80) |              | (\$4,945,637.67) | 3.25%    |
| Dec-21                        |    | (\$164,250.15) | (\$13,616.86) |              | (\$5,123,504.68) | 3.25%    |

| <b>186338</b>                     | ED | Deferral       | Interest     |              | Ending                  | Interest |
|-----------------------------------|----|----------------|--------------|--------------|-------------------------|----------|
| <b>Deferral - Non-Residential</b> | WA | Entry          | Income/(exp) | Amortization | Balance                 | Rate     |
| Sep-21                            |    | (\$238,792.66) | \$4,004.98   |              | \$1,363,369.67 <b>B</b> | 3.25%    |
| Oct-21                            |    | \$1,040,811.23 | \$5,101.89   |              | \$2,409,282.79          | 3.25%    |
| Nov-21                            |    | (\$22,488.79)  | \$6,494.69   |              | \$2,393,288.69          | 3.25%    |
| Dec-21                            |    | (\$10,644.61)  | \$6,467.41   |              | \$2,389,111.49          | 3.25%    |

**A** - See note (3) in Q1 Decoupling report for explanation of Q1 Revision Entry.

**B** - See note (3) in Q3 Decoupling report for explanation of revised deferral entries from Jun - Sep that resulted in net increase to the surcharge balance of \$1,698.

| <b>182329</b>                 | ED | Deferral | Interest     |              | Ending  | Interest |
|-------------------------------|----|----------|--------------|--------------|---------|----------|
| <b>Res Prior Year Pending</b> | WA | Entry    | Income/(exp) | Amortization | Balance | Rate     |
| Sep-21                        |    |          | \$0.00       |              | \$0.00  | 3.25%    |
| Oct-21                        |    |          | \$0.00       |              | \$0.00  | 3.25%    |
| Nov-21                        |    |          | \$0.00       |              | \$0.00  | 3.25%    |
| Dec-21                        |    |          | \$0.00       |              | \$0.00  | 3.25%    |

\*\* TRANSFER PRIOR YEAR BALANCES APPROVED FOR RECOVERY TO SURCHARGE/REBATE ACCOUNTS AUGUST 1.

| <b>182339</b>                     | ED | Deferral | Interest     |              | Ending  | Interest |
|-----------------------------------|----|----------|--------------|--------------|---------|----------|
| <b>Non-Res Prior Year Pending</b> | WA | Entry    | Income/(exp) | Amortization | Balance | Rate     |
| Sep-21                            |    |          | \$0.00       |              | \$0.00  | 3.25%    |
| Oct-21                            |    |          | \$0.00       |              | \$0.00  | 3.25%    |
| Nov-21                            |    |          | \$0.00       |              | \$0.00  | 3.25%    |
| Dec-21                            |    |          | \$0.00       |              | \$0.00  | 3.25%    |

\*\* TRANSFER PRIOR YEAR BALANCES APPROVED FOR RECOVERY TO SURCHARGE/REBATE ACCOUNTS AUGUST 1.

Avista Corporation Decoupling Mechanism  
Washington Jurisdiction  
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**Washington Jurisdiction Decoupling Mechanism Interest Summary**

**Electric**

|                                   | ED | Deferral | Interest     |                  | Ending           | Interest |
|-----------------------------------|----|----------|--------------|------------------|------------------|----------|
|                                   | WA | Entry    | Income/(exp) | Amortization     | Balance          | Rate     |
| <b>182328</b>                     |    |          |              |                  |                  |          |
| <b>Res Surcharge Approved</b>     |    |          |              |                  |                  |          |
| Sep-21                            |    |          | \$0.00       | \$0.00           | \$0.00           | 3.25%    |
| Oct-21                            |    |          | \$0.00       | \$0.00           | \$0.00           | 3.25%    |
| Nov-21                            |    |          | \$0.00       | \$0.00           | \$0.00           | 3.25%    |
| Dec-21                            |    |          | \$0.00       | \$0.00           | \$0.00           | 3.25%    |
| <b>182338</b>                     |    |          |              |                  |                  |          |
| <b>Non-Res Surcharge Approved</b> |    |          |              |                  |                  |          |
| Sep-21                            |    |          | \$32,504.75  | (\$1,145,630.48) | \$11,461,445.13  | 3.25%    |
| Oct-21                            |    |          | \$29,495.92  | (\$1,141,285.28) | \$10,349,655.77  | 3.25%    |
| Nov-21                            |    |          | \$26,584.49  | (\$1,067,691.06) | \$9,308,549.20   | 3.25%    |
| Dec-21                            |    |          | \$23,591.64  | (\$1,195,576.71) | \$8,136,564.13   | 3.25%    |
| <b>254328</b>                     |    |          |              |                  |                  |          |
| <b>Res Rebate Approved</b>        |    |          |              |                  |                  |          |
| Sep-21                            |    |          | (\$3,113.07) | \$ 65,425.63     | (\$1,119,841.56) | 3.25%    |
| Oct-21                            |    |          | (\$2,934.40) | \$ 72,744.64     | (\$1,050,031.32) | 3.25%    |
| Nov-21                            |    |          | (\$2,720.72) | \$ 90,914.49     | (\$961,837.55)   | 3.25%    |
| Dec-21                            |    |          | (\$2,442.03) | \$ 120,332.57    | (\$843,947.01)   | 3.25%    |
| <b>254338</b>                     |    |          |              |                  |                  |          |
| <b>Non-Res Rebate Approved</b>    |    |          |              |                  |                  |          |
| Sep-21                            |    |          | \$0.00       | \$ -             | \$0.00           | 3.25%    |
| Oct-21                            |    |          | \$0.00       | \$ -             | \$0.00           | 3.25%    |
| Nov-21                            |    |          | \$0.00       | \$ -             | \$0.00           | 3.25%    |
| Dec-21                            |    |          | \$0.00       | \$ -             | \$0.00           | 3.25%    |
| <b>253311</b>                     |    |          |              |                  |                  |          |
| <b>3% Contra Deferral</b>         |    |          |              |                  |                  |          |
| Sep-21                            |    | \$ -     | \$0.00       |                  | \$0.00           | 0.00%    |
| Oct-21                            |    | \$ -     | \$0.00       |                  | \$0.00           | 0.00%    |
| Nov-21                            |    | \$ -     | \$0.00       |                  | \$0.00           | 0.00%    |
| Dec-21                            |    | \$ -     | \$0.00       |                  | \$0.00           | 0.00%    |
| <b>253312</b>                     |    |          |              |                  |                  |          |
| <b>Prior 3% Contra Deferral</b>   |    |          |              |                  |                  |          |
| Sep-21                            |    |          | \$0.00       | \$ -             | \$0.00           | 0.00%    |
| Oct-21                            |    |          | \$0.00       | \$ -             | \$0.00           | 0.00%    |
| Nov-21                            |    |          | \$0.00       | \$ -             | \$0.00           | 0.00%    |
| Dec-21                            |    |          | \$0.00       | \$ -             | \$0.00           | 0.00%    |

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**Washington Jurisdiction Decoupling Mechanism Interest Summary**  
**Natural Gas**

|                  | <b>GDWA</b> | Total Interest      | 419328                | 431328            | Net Inc/Exp           | Recon Check   |
|------------------|-------------|---------------------|-----------------------|-------------------|-----------------------|---------------|
| Sep-21           |             | \$13,273.10         | (\$13,273.10)         | \$0.00            | (\$13,273.10)         | \$0.00        |
| Oct-21           |             | \$15,655.25         | (\$15,655.25)         | \$0.00            | (\$15,655.25)         | \$0.00        |
| Nov-21           |             | \$22,029.56         | (\$22,029.56)         | \$0.00            | (\$22,029.56)         | \$0.00        |
| Dec-21           |             | \$26,717.83         | (\$26,717.83)         | \$0.00            | (\$26,717.83)         | \$0.00        |
| <b>Q1 Total</b>  |             | <b>\$14,484.02</b>  | <b>(\$18,722.77)</b>  | <b>\$4,238.75</b> | <b>(\$14,484.02)</b>  | <b>\$0.00</b> |
| <b>Q2 Total</b>  |             | <b>\$26,704.02</b>  | <b>(\$27,027.01)</b>  | <b>\$322.99</b>   | <b>(\$26,704.02)</b>  | <b>\$0.00</b> |
| <b>Q3 Total</b>  |             | <b>\$38,280.31</b>  | <b>(\$38,342.38)</b>  | <b>\$62.07</b>    | <b>(\$38,280.31)</b>  | <b>\$0.00</b> |
| <b>Q4 Total</b>  |             | <b>\$64,402.64</b>  | <b>(\$64,402.64)</b>  | <b>\$0.00</b>     | <b>(\$64,402.64)</b>  | <b>\$0.00</b> |
| <b>YTD Total</b> |             | <b>\$143,870.99</b> | <b>(\$148,494.80)</b> | <b>\$4,623.81</b> | <b>(\$143,870.99)</b> | <b>\$0.00</b> |

\* - Includes Q1 Revision Entry Interest of \$337.75 as noted in Q1 Quarterly Report

| <b>186328</b>                 | <b>GD</b> | Deferral       | Interest     |              | Ending         | Interest |
|-------------------------------|-----------|----------------|--------------|--------------|----------------|----------|
| <b>Deferral - Residential</b> | <b>WA</b> | Entry          | Income/(exp) | Amortization | Balance        | Rate     |
| Sep-21                        |           | \$238,136.17   | \$6,422.07   |              | \$2,496,714.64 | 3.25%    |
| Oct-21                        |           | \$1,252,400.17 | \$8,457.89   |              | \$3,757,572.70 | 3.25%    |
| Nov-21                        |           | \$2,605,436.66 | \$13,704.95  |              | \$6,376,714.31 | 3.25%    |
| Dec-21                        |           | \$165,249.48   | \$17,494.04  |              | \$6,559,457.83 | 3.25%    |

| <b>186338</b>                     | <b>GD</b> | Deferral     | Interest     |              | Ending         | Interest |
|-----------------------------------|-----------|--------------|--------------|--------------|----------------|----------|
| <b>Deferral - Non-Residential</b> | <b>WA</b> | Entry        | Income/(exp) | Amortization | Balance        | Rate     |
| Sep-21                            |           | \$94,711.97  | \$2,539.77   |              | \$987,655.40   | 3.25%    |
| Oct-21                            |           | \$301,104.31 | \$3,082.65   |              | \$1,291,842.36 | 3.25%    |
| Nov-21                            |           | \$794,197.22 | \$4,574.22   |              | \$2,090,613.80 | 3.25%    |
| Dec-21                            |           | \$304,046.05 | \$6,073.81   |              | \$2,400,733.66 | 3.25%    |

A - See note (3) in Q1 Decoupling report for explanation of Q1 Revision Entry.

| <b>182329</b>                 | <b>GD</b> | Deferral | Interest     |              | Ending  | Interest |
|-------------------------------|-----------|----------|--------------|--------------|---------|----------|
| <b>Res Prior Year Pending</b> | <b>WA</b> | Entry    | Income/(exp) | Amortization | Balance | Rate     |
| Sep-21                        |           |          | \$0.00       |              | \$0.00  | 3.25%    |
| Oct-21                        |           |          | \$0.00       |              | \$0.00  | 3.25%    |
| Nov-21                        |           |          | \$0.00       |              | \$0.00  | 3.25%    |
| Dec-21                        |           |          | \$0.00       |              | \$0.00  | 3.25%    |

\*\* TRANSFER PRIOR YEAR BALANCES APPROVED FOR RECOVERY TO SURCHARGE/REBATE ACCOUNTS AUGUST 1.

| <b>182339</b>                     | <b>GD</b> | Deferral | Interest     |              | Ending  | Interest |
|-----------------------------------|-----------|----------|--------------|--------------|---------|----------|
| <b>Non-Res Prior Year Pending</b> | <b>WA</b> | Entry    | Income/(exp) | Amortization | Balance | Rate     |
| Sep-21                            |           |          | \$0.00       |              | \$0.00  | 3.25%    |
| Oct-21                            |           |          | \$0.00       |              | \$0.00  | 3.25%    |
| Nov-21                            |           |          | \$0.00       |              | \$0.00  | 3.25%    |
| Dec-21                            |           |          | \$0.00       |              | \$0.00  | 3.25%    |

\*\* TRANSFER PRIOR YEAR BALANCES APPROVED FOR RECOVERY TO SURCHARGE/REBATE ACCOUNTS AUGUST 1.

Avista Corporation Decoupling Mechanism  
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**Washington Jurisdiction Decoupling Mechanism Interest Summary**  
**Natural Gas**

| <b>182328</b>                     | <b>GD</b> | Deferral       | Interest     |                | Ending           | Interest |
|-----------------------------------|-----------|----------------|--------------|----------------|------------------|----------|
| <b>Res Surcharge Approved</b>     | <b>WA</b> | Entry          | Income/(exp) | Amortization   | Balance          | Rate     |
| Sep-21                            |           |                | \$3,112.02   | (\$27,902.22)  | \$1,138,213.45   | 3.25%    |
| Oct-21                            |           |                | \$2,982.97   | (\$73,621.24)  | \$1,067,575.18   | 3.25%    |
| Nov-21                            |           |                | \$2,720.41   | (\$126,235.76) | \$944,059.83     | 3.25%    |
| Dec-21                            |           |                | \$2,271.53   | (\$210,682.52) | \$735,648.84     | 3.25%    |
| <b>182338</b>                     | <b>GD</b> | Deferral       | Interest     |                | Ending           | Interest |
| <b>Non-Res Surcharge Approved</b> | <b>WA</b> | Entry          | Income/(exp) | Amortization   | Balance          | Rate     |
| Sep-21                            |           |                | \$1,199.24   | (\$18,573.51)  | \$434,709.93     | 3.25%    |
| Oct-21                            |           |                | \$1,131.74   | (\$33,674.43)  | \$402,167.24     | 3.25%    |
| Nov-21                            |           |                | \$1,029.98   | (\$43,737.02)  | \$359,460.20     | 3.25%    |
| Dec-21                            |           |                | \$878.45     | (\$70,220.95)  | \$290,117.70     | 3.25%    |
| <b>254328</b>                     | <b>GD</b> | Deferral       | Interest     |                | Ending           | Interest |
| <b>Res Rebate Approved</b>        | <b>WA</b> | Entry          | Income/(exp) | Amortization   | Balance          | Rate     |
| Sep-21                            |           |                | \$0.00       | \$ -           | \$0.00           | 3.25%    |
| Oct-21                            |           |                | \$0.00       | \$ -           | \$0.00           | 3.25%    |
| Nov-21                            |           |                | \$0.00       | \$ -           | \$0.00           | 3.25%    |
| Dec-21                            |           |                | \$0.00       | \$ -           | \$0.00           | 3.25%    |
| <b>254338</b>                     | <b>GD</b> | Deferral       | Interest     |                | Ending           | Interest |
| <b>Non-Res Rebate Approved</b>    | <b>WA</b> | Entry          | Income/(exp) | Amortization   | Balance          | Rate     |
| Sep-21                            |           |                | \$0.00       | \$ -           | \$0.00           | 3.25%    |
| Oct-21                            |           |                | \$0.00       | \$ -           | \$0.00           | 3.25%    |
| Nov-21                            |           |                | \$0.00       | \$ -           | \$0.00           | 3.25%    |
| Dec-21                            |           |                | \$0.00       | \$ -           | \$0.00           | 3.25%    |
| <b>253311</b>                     | <b>GD</b> | Deferral       | Interest     |                | Ending           | Interest |
| <b>3% Contra Deferral</b>         | <b>WA</b> | Entry          | Income/(exp) | Amortization   | Balance          | Rate     |
| Sep-21                            |           | \$ -           | \$0.00       |                | \$0.00           | 0.00%    |
| Oct-21                            |           | \$ -           | \$0.00       |                | \$0.00           | 0.00%    |
| Nov-21                            |           | (\$756,155.01) | \$0.00       |                | (\$756,155.01)   | 0.00%    |
| Dec-21                            |           | (\$266,650.85) | \$0.00       |                | (\$1,022,805.86) | 0.00%    |
| <b>253312</b>                     | <b>GD</b> | Deferral       | Interest     |                | Ending           | Interest |
| <b>Prior 3% Contra Deferral</b>   | <b>WA</b> | Entry          | Income/(exp) | Amortization   | Balance          | Rate     |
| Sep-21                            |           |                | \$0.00       | \$ -           | \$0.00           | 0.00%    |
| Oct-21                            |           |                | \$0.00       | \$ -           | \$0.00           | 0.00%    |
| Nov-21                            |           |                | \$0.00       | \$ -           | \$0.00           | 0.00%    |
| Dec-21                            |           |                | \$0.00       | \$ -           | \$0.00           | 0.00%    |

Avista Corporation Decoupling Mechanism  
Washington Jurisdiction  
Quarterly Report for 4th Quarter 2021

NOTES

**(1)** The following table shows how the decoupled revenue per customer has tracked with use per customer for 2021. For residential electric customers, usage and decoupled revenue were lower than authorized in the first and fourth quarter and higher than authorized in the second and third quarter, mainly June and July, resulting in a net rebate deferral at the end of Q4. Non-residential electric customers usage and decoupled revenue was also lower than authorized in the first and fourth quarter and higher than authorized in the second and third quarter, resulting in a net surcharge deferral at the end of Q4. Residential and non-residential natural gas customers usage and decoupled revenues were lower than authorized during all quarters resulting in net surcharge deferrals at the end of Q4.

Summarized Quarterly and Year to Date Use per Customer and Decoupled Revenue Per Customer  
Change versus Authorized

|  | Q1       | Q2        | Q3       | Q4        | YTD<br>Weighted | %      |
|--|----------|-----------|----------|-----------|-----------------|--------|
| <b>Electric Residential</b>              |          |           |          |           |                 |        |
| Change in Use per Customer               | (126)    | 171       | 448      | (120)     | 371             | 3.4%   |
| Change in Decoupled Revenue per Customer | -\$2.52  | \$5.20    | \$30.75  | -\$9.09   | \$24.14         | 3.1%   |
| Deferral per Average Customer            | \$2.52   | -\$5.20   | -\$30.75 | \$8.98    | -\$24.26        |        |
| <b>Electric Non-Residential</b>          |          |           |          |           |                 |        |
| Change in Use per Customer               | (1,096)  | 395       | 180      | (421)     | (947)           | -1.6%  |
| Change in Decoupled Revenue per Customer | -\$73.78 | \$26.49   | \$9.48   | -\$28.91  | -\$67.09        | -1.5%  |
| Deferral per Average Customer            | \$73.78  | -\$26.49  | -\$9.48  | \$28.92   | \$67.10         |        |
| <b>Natural Gas Residential</b>           |          |           |          |           |                 |        |
| Change in Use per Customer               | (9)      | (21)      | (2)      | (30)      | (61)            | -7.6%  |
| Change in Decoupled Revenue per Customer | \$0.87   | -\$13.74  | -\$2.94  | -\$25.51  | -\$41.61        | -10.8% |
| Deferral per Average Customer            | -\$0.87  | \$13.74   | \$2.94   | \$25.23   | \$41.33         |        |
| <b>Natural Gas Non-Residential</b>       |          |           |          |           |                 |        |
| Change in Use per Customer               | (30)     | (635)     | (54)     | (645)     | (1,369)         | -7.3%  |
| Change in Decoupled Revenue per Customer | -\$92.43 | -\$140.12 | -\$93.15 | -\$463.27 | -\$794.07       | -15.8% |
| Deferral per Average Customer            | \$92.43  | \$140.12  | \$93.15  | \$459.11  | \$789.85        |        |

**(2)** The contra asset accounting shown on page 8 is for financial reporting purposes only. Generally Accepted Accounting Principles allow revenue recognition from alternative revenue programs up to the amount expected to be collected within 24 months following the end of the annual period in which they are recognized. Due to the 3% annual rate increase limitation a portion of a 2021 surcharge may not be fully recovered by 12/31/2023 and therefore would not be recognizable as income for financial reporting purposes in 2021. The income statement impact of any contra deferral entries will be eliminated for Commission Basis results reporting.

Avista Corporation Decoupling Mechanism  
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New Customers Excluded from Decoupling Mechanism  
UE-190334 Base effective 4/1/2020 & UE-200900 Base effective 10/1/2021

| Line No. | Description  | Jan-21              | Feb-21              | Mar-21              | Apr-21              | May-21            | Jun-21              | Jul-21              | Aug-21              | Sep-21              | Oct-21            | Nov-21              | Dec-21              | 2021 Total           | 2021 Average |
|----------|--|---------------------|---------------------|---------------------|---------------------|-------------------|---------------------|---------------------|---------------------|---------------------|-------------------|---------------------|---------------------|----------------------|--------------|
| 1        | No. of Excluded Customer Bills - Residential                       | 5,722               | 5,532               | 6,496               | 6,344               | 6,547             | 6,971               | 7,080               | 7,337               | 7,567               | 5,338             | 5,530               | 5,942               | 76,406               | 6,367        |
| 2        | New Customer Usage - Residential                                   | 5,453,471           | 5,273,613           | 5,258,143           | 3,904,551           | 3,133,924         | 3,338,318           | 4,816,736           | 4,770,441           | 3,912,316           | 2,285,907         | 3,300,094           | 5,140,312           | 50,587,825           |              |
| 3        | New Customer Use per Customer - Residential                        | 953                 | 953                 | 809                 | 615                 | 479               | 479                 | 680                 | 650                 | 517                 | 428               | 597                 | 865                 | 662                  |              |
| 4        | No. of Excluded Customer Bills - Non-Residential                   | 1,622               | 1,562               | 1,805               | 1,771               | 1,932             | 2,007               | 2,090               | 2,187               | 2,190               | 1,754             | 1,809               | 1,885               | 22,614               | 1,885        |
| 5        | New Customer Usage - Non-Residential                               | 6,267,128           | 5,493,508           | 6,239,854           | 5,228,133           | 4,910,750         | 6,230,698           | 6,242,989           | 7,306,694           | 6,780,553           | 4,854,698         | 6,655,678           | 6,497,568           | 72,708,250           |              |
| 6        | New Customer Use per Customer - Non-Residential                    | 3,864               | 3,517               | 3,457               | 2,952               | 2,542             | 3,104               | 2,987               | 3,341               | 3,096               | 2,768             | 3,679               | 3,447               | 3,215                |              |
| 7        | Base Rate Revenue from Excluded Customers - Residential            | \$ 539,229          | \$ 521,280          | \$ 522,512          | \$ 389,461          | \$ 319,982        | \$ 340,620          | \$ 475,648          | \$ 471,102          | \$ 394,480          | \$ 242,626        | \$ 346,305          | \$ 532,153          | \$ 5,095,398         | \$ 800       |
| 8        | Base Rate Revenue from Excluded Customers - Non-Residential        | \$ 708,442          | \$ 630,898          | \$ 710,227          | \$ 619,053          | \$ 602,106        | \$ 718,199          | \$ 729,397          | \$ 837,328          | \$ 788,169          | \$ 574,823        | \$ 747,171          | \$ 742,227          | \$ 8,408,040         | \$ 4,462     |
| 9        | <b>Total New Customer Revenue</b>                                  | <b>\$ 1,247,671</b> | <b>\$ 1,152,178</b> | <b>\$ 1,232,739</b> | <b>\$ 1,008,514</b> | <b>\$ 922,088</b> | <b>\$ 1,058,819</b> | <b>\$ 1,205,044</b> | <b>\$ 1,308,430</b> | <b>\$ 1,182,650</b> | <b>\$ 817,449</b> | <b>\$ 1,093,476</b> | <b>\$ 1,274,380</b> | <b>\$ 13,503,438</b> |              |
| 10       | Variable Power Costs   | \$ 212,260          | \$ 194,993          | \$ 208,229          | \$ 165,393          | \$ 145,689        | \$ 173,295          | \$ 200,292          | \$ 218,717          | \$ 193,648          | \$ 97,112         | \$ 135,399          | \$ 158,275          | \$ 2,103,300         |              |
| 11       | Depreciation Expense (1)   | \$ 113,425          | \$ 117,977          | \$ 121,946          | \$ 126,520          | \$ 131,767        | \$ 137,374          | \$ 142,253          | \$ 146,995          | \$ 152,337          | \$ 103,253        | \$ 110,075          | \$ 115,890          | \$ 1,519,813         |              |
| 12       | Property Tax Expense (1)   | \$ 53,204           | \$ 55,337           | \$ 57,196           | \$ 59,340           | \$ 61,798         | \$ 64,426           | \$ 66,712           | \$ 68,934           | \$ 71,437           | \$ 48,373         | \$ 51,457           | \$ 54,294           | \$ 712,509           |              |
| 13       | Customer Accounting Cost (2)                                       | \$ 14,038           | \$ 13,557           | \$ 15,358           | \$ 14,783           | \$ 15,066         | \$ 15,731           | \$ 15,788           | \$ 16,311           | \$ 16,633           | \$ 12,061         | \$ 12,606           | \$ 13,189           | \$ 175,122           |              |
| 14       | Customer Service Cost (3)  | \$ 2,602            | \$ 2,550            | \$ 2,996            | \$ 2,809            | \$ 2,792          | \$ 3,053            | \$ 2,758            | \$ 3,043            | \$ 3,004            | \$ 2,088          | \$ 2,114            | \$ 2,182            | \$ 31,991            |              |
| 15       | Excise Tax   | \$ 48,144           | \$ 44,459           | \$ 47,568           | \$ 38,916           | \$ 35,581         | \$ 40,857           | \$ 46,499           | \$ 50,488           | \$ 45,635           | \$ 31,558         | \$ 42,214           | \$ 49,197           | \$ 521,114           |              |
| 16       | Uncollectibles   | \$ 4,719            | \$ 4,358            | \$ 4,662            | \$ 3,814            | \$ 3,487          | \$ 4,004            | \$ 4,557            | \$ 4,948            | \$ 4,473            | \$ 2,719          | \$ 3,637            | \$ 4,239            | \$ 49,618            |              |
| 17       | Commission Fees  | \$ 2,495            | \$ 2,304            | \$ 2,465            | \$ 2,017            | \$ 1,844          | \$ 2,118            | \$ 2,410            | \$ 2,617            | \$ 2,365            | \$ 1,635          | \$ 2,187            | \$ 2,549            | \$ 27,007            |              |
| 18       | <b>Total New Customer Expense</b>                                  | <b>\$ 238,627</b>   | <b>\$ 240,542</b>   | <b>\$ 252,191</b>   | <b>\$ 413,591</b>   | <b>\$ 252,336</b> | <b>\$ 267,564</b>   | <b>\$ 280,978</b>   | <b>\$ 293,337</b>   | <b>\$ 295,883</b>   | <b>\$ 201,688</b> | <b>\$ 224,289</b>   | <b>\$ 241,540</b>   | <b>\$ 3,037,173</b>  |              |
| 19       | Operating Income Before FIT  | \$ 1,009,044        | \$ 911,635          | \$ 980,548          | \$ 594,923          | \$ 669,752        | \$ 791,255          | \$ 924,067          | \$ 1,015,093        | \$ 886,766          | \$ 615,761        | \$ 869,187          | \$ 1,032,840        | \$ 10,300,872        |              |
| 20       | Income Tax   | \$ 211,899          | \$ 191,443          | \$ 205,915          | \$ 124,934          | \$ 140,648        | \$ 166,164          | \$ 194,054          | \$ 213,170          | \$ 186,221          | \$ 129,310        | \$ 182,529          | \$ 216,896          | \$ 2,163,183         |              |
| 21       | Tax Benefit of Interest  | \$ (25,469)         | \$ (26,228)         | \$ (27,110)         | \$ (28,140)         | \$ (29,324)       | \$ (30,514)         | \$ (31,364)         | \$ (32,489)         | \$ (33,606)         | \$ (21,951)       | \$ (23,390)         | \$ (24,524)         | \$ (334,109)         |              |
| 22       | <b>Operating Income</b>  | <b>\$ 822,614</b>   | <b>\$ 746,419</b>   | <b>\$ 801,743</b>   | <b>\$ 498,129</b>   | <b>\$ 558,429</b> | <b>\$ 655,606</b>   | <b>\$ 761,376</b>   | <b>\$ 834,412</b>   | <b>\$ 734,151</b>   | <b>\$ 508,402</b> | <b>\$ 710,048</b>   | <b>\$ 840,468</b>   | <b>\$ 8,471,798</b>  |              |
| 23       | Plant Investment Associated with New Customers Since Test Year (1) | \$ 56,939,398       | \$ 58,747,800       | \$ 60,826,705       | \$ 63,228,635       | \$ 65,966,676     | \$ 68,721,686       | \$ 70,745,465       | \$ 73,367,549       | \$ 75,977,712       | \$ 52,134,539     | \$ 55,440,077       | \$ 58,067,536       | \$ 63,346,981        |              |
| 24       | Accumulated Depreciation (1)                                       | \$ (1,388,563)      | \$ (1,506,269)      | \$ (1,628,215)      | \$ (1,754,463)      | \$ (1,886,230)    | \$ (2,023,332)      | \$ (2,165,585)      | \$ (2,312,309)      | \$ (2,464,645)      | \$ (2,252,649)    | \$ (2,363,818)      | \$ (2,478,342)      | \$ (2,018,702)       |              |
| 25       | Accumulated Deferred Taxes (1)                                     | \$ (630,099)        | \$ (685,813)        | \$ (740,635)        | \$ (794,555)        | \$ (847,315)      | \$ (898,956)        | \$ (949,514)        | \$ (999,134)        | \$ (1,047,575)      | \$ (883,860)      | \$ (866,468)        | \$ (848,372)        | \$ (849,358)         |              |
| 26       | Rate Base  | \$ 54,920,735       | \$ 56,555,719       | \$ 58,457,855       | \$ 60,679,618       | \$ 63,233,131     | \$ 65,799,398       | \$ 67,630,366       | \$ 70,056,107       | \$ 72,465,492       | \$ 48,998,030     | \$ 52,209,790       | \$ 54,740,821       | \$ 60,478,922        |              |
| 27       | Allowed ROR  | 7.21%               | 7.21%               | 7.21%               | 7.21%               | 7.21%             | 7.21%               | 7.21%               | 7.21%               | 7.21%               | 7.12%             | 7.12%               | 7.12%               |                      |              |
| 28       | Weighted Cost of Debt  | 2.65%               | 2.65%               | 2.65%               | 2.65%               | 2.65%             | 2.65%               | 2.65%               | 2.65%               | 2.65%               | 2.56%             | 2.56%               | 2.56%               |                      |              |
| 29       | <b>Return Requirement</b>  | <b>\$ 329,982</b>   | <b>\$ 339,806</b>   | <b>\$ 351,234</b>   | <b>\$ 364,583</b>   | <b>\$ 379,926</b> | <b>\$ 395,345</b>   | <b>\$ 406,346</b>   | <b>\$ 420,920</b>   | <b>\$ 435,397</b>   | <b>\$ 290,722</b> | <b>\$ 309,778</b>   | <b>\$ 324,796</b>   | <b>\$ 4,348,834</b>  |              |
| 30       | <b>NOI Sufficiency (Deficiency)</b>                                | <b>\$ 492,632</b>   | <b>\$ 406,614</b>   | <b>\$ 450,508</b>   | <b>\$ 133,546</b>   | <b>\$ 178,503</b> | <b>\$ 260,261</b>   | <b>\$ 355,031</b>   | <b>\$ 413,492</b>   | <b>\$ 298,754</b>   | <b>\$ 217,681</b> | <b>\$ 400,270</b>   | <b>\$ 515,672</b>   | <b>\$ 4,122,964</b>  |              |
| 31       | Retail Revenue Credit Rate   | 0.01811             | 0.01811             | 0.01811             | 0.01811             | 0.01811           | 0.01811             | 0.01811             | 0.01811             | 0.01811             | 0.01360           | 0.01360             | 0.01360             |                      |              |
| 32       | Excise Tax Rate  | 0.038587            | 0.038587            | 0.038587            | 0.038587            | 0.038587          | 0.038587            | 0.038587            | 0.038587            | 0.038587            | 0.038605          | 0.038605            | 0.038605            |                      |              |
| 33       | Uncollectible Expense Rate   | 0.003782            | 0.003782            | 0.003782            | 0.003782            | 0.003782          | 0.003782            | 0.003782            | 0.003782            | 0.003782            | 0.003326          | 0.003326            | 0.003326            |                      |              |
| 34       | Commission Fee Rate  | 0.002000            | 0.002000            | 0.002000            | 0.002000            | 0.002000          | 0.002000            | 0.002000            | 0.002000            | 0.002000            | 0.002000          | 0.002000            | 0.002000            |                      |              |
| 35       | Federal Tax Rate   | 21%                 | 21%                 | 21%                 | 21%                 | 21%               | 21%                 | 21%                 | 21%                 | 21%                 | 21%               | 21%                 | 21%                 |                      |              |
| 36       | Avg Cust Acctg Cost per Bill (2)                                   | \$ 1.91             | \$ 1.91             | \$ 1.85             | \$ 1.82             | \$ 1.78           | \$ 1.75             | \$ 1.72             | \$ 1.71             | \$ 1.70             | \$ 1.70           | \$ 1.72             | \$ 1.69             |                      |              |
| 37       | Avg Cust Service Cost per Bill (3)                                 | \$ 0.35             | \$ 0.36             | \$ 0.36             | \$ 0.35             | \$ 0.33           | \$ 0.34             | \$ 0.30             | \$ 0.32             | \$ 0.31             | \$ 0.29           | \$ 0.29             | \$ 0.28             |                      |              |

Note (1) All plant related new customer costs are derived from "New Revenue - Growth" project category transfers to plant cumulative additions since the test year.

Note (2) Reflects 12ME Customer Accounting Expenses per Bill (excludes Uncollectible Accounts Expense).

Note (3) Reflects 12ME Customer Service and Info Expenses per Bill (excludes Public Purpose Tariff Rider and Limited Income Tax Refund Program expense offsets).

**Avista Corporation Decoupling Mechanism  
Washington Jurisdiction  
Quarterly Report for 4th Quarter 2021**

**New Customers Excluded from Decoupling Mechanism  
UG-190335 Base effective 4/1/2020 & UG-200901 Base effective 10/1/2021**

| Line No. | Description  | Jan-21            | Feb-21            | Mar-21            | Apr-21             | May-21              | Jun-21              | Jul-21              | Aug-21              | Sep-21              | Oct-21              | Nov-21             | Dec-21            | 2021 Total            | 2021 Average |
|----------|--|-------------------|-------------------|-------------------|--------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|--------------------|-------------------|-----------------------|--------------|
| 1        | No. of Excluded Customer Bills - Residential                       | 6,135             | 5,922             | 6,787             | 6,599              | 6,840               | 6,970               | 7,188               | 7,394               | 7,540               | 4,403               | 4,679              | 4,909             | 75,366                | 11,595       |
| 2        | New Customer Usage - Residential                                   | 701,592           | 695,498           | 639,367           | 402,019            | 201,657             | 114,045             | 68,683              | 57,571              | 77,980              | 116,188             | 292,557            | 513,683           | 3,880,842             |              |
| 3        | New Customer Use per Customer - Residential                        | 114               | 117               | 94                | 61                 | 29                  | 16                  | 10                  | 8                   | 10                  | 26                  | 63                 | 105               | 51                    |              |
| 4        | No. of Excluded Customer Bills - Non-Residential                   | 46                | 49                | 58                | 56                 | 63                  | 62                  | 65                  | 69                  | 74                  | 37                  | 41                 | 48                | 668                   | 103          |
| 5        | New Customer Usage - Non-Residential                               | 185,880           | 212,999           | 245,547           | 124,307            | 86,274              | 49,014              | 36,011              | 31,807              | 39,268              | 21,805              | 44,814             | 174,933           | 1,252,659             |              |
| 6        | New Customer Use per Customer - Non-Residential                    | 4,041             | 4,347             | 4,234             | 2,220              | 1,369               | 791                 | 554                 | 461                 | 531                 | 589                 | 1,093              | 3,644             | 1,875                 |              |
| 7        | Base Rate Revenue from Excluded Customers - Residential            | \$ 389,558        | \$ 384,688        | \$ 360,703        | \$ 241,488         | \$ 152,690          | \$ 115,222          | \$ 98,471           | \$ 94,893           | \$ 105,266          | \$ 95,884           | \$ 192,178         | \$ 316,498        | \$ 2,547,539          | \$ 220       |
| 8        | Base Rate Revenue from Excluded Customers - Non-Residential        | \$ 50,878         | \$ 58,186         | \$ 67,909         | \$ 39,485          | \$ 31,604           | \$ 18,933           | \$ 15,856           | \$ 14,821           | \$ 17,540           | \$ 9,059            | \$ 16,526          | \$ 49,759         | \$ 390,557            | \$ 3,800     |
| 9        | <b>Total New Customer Revenue</b>                                  | <b>\$ 440,437</b> | <b>\$ 442,874</b> | <b>\$ 428,612</b> | <b>\$ 280,974</b>  | <b>\$ 184,294</b>   | <b>\$ 134,155</b>   | <b>\$ 114,327</b>   | <b>\$ 109,715</b>   | <b>\$ 122,806</b>   | <b>\$ 104,943</b>   | <b>\$ 208,705</b>  | <b>\$ 366,257</b> | <b>\$ 2,938,096</b>   |              |
| 10       | Variable Gas Costs   | \$ -              | \$ -              | \$ -              | \$ -               | \$ -                | \$ -                | \$ -                | \$ -                | \$ -                | \$ -                | \$ -               | \$ -              | \$ -                  | \$ -         |
| 11       | Depreciation Expense (1)   | \$ 65,806         | \$ 67,749         | \$ 69,945         | \$ 72,174          | \$ 74,763           | \$ 77,775           | \$ 80,164           | \$ 82,198           | \$ 84,815           | \$ 53,285           | \$ 55,504          | \$ 57,947         | \$ 842,123            |              |
| 12       | Property Tax Expense (1)   | \$ 32,278         | \$ 33,231         | \$ 34,309         | \$ 35,403          | \$ 36,673           | \$ 38,151           | \$ 39,323           | \$ 40,322           | \$ 41,606           | \$ 26,147           | \$ 27,236          | \$ 28,435         | \$ 413,112            |              |
| 13       | Customer Accounting Cost (2)                                       | \$ 11,809         | \$ 11,378         | \$ 12,472         | \$ 11,990          | \$ 12,138           | \$ 12,182           | \$ 12,353           | \$ 12,645           | \$ 12,830           | \$ 7,474            | \$ 8,007           | \$ 8,251          | \$ 133,530            |              |
| 14       | Customer Service Cost (3)  | \$ 2,286          | \$ 2,229          | \$ 2,524          | \$ 2,371           | \$ 2,330            | \$ 2,201            | \$ 2,161            | \$ 2,307            | \$ 2,254            | \$ 1,257            | \$ 1,350           | \$ 1,308          | \$ 24,578             |              |
| 15       | Excise Tax   | \$ 16,901         | \$ 16,995         | \$ 16,448         | \$ 10,782          | \$ 7,072            | \$ 5,148            | \$ 4,387            | \$ 4,210            | \$ 4,713            | \$ 4,029            | \$ 8,013           | \$ 14,061         | \$ 112,759            |              |
| 16       | Uncollectibles   | \$ 1,665          | \$ 1,675          | \$ 1,621          | \$ 1,062           | \$ 697              | \$ 507              | \$ 432              | \$ 415              | \$ 464              | \$ 349              | \$ 694             | \$ 1,218          | \$ 10,800             |              |
| 17       | Commission Fees  | \$ 881            | \$ 886            | \$ 857            | \$ 562             | \$ 369              | \$ 268              | \$ 229              | \$ 219              | \$ 246              | \$ 210              | \$ 417             | \$ 733            | \$ 5,876              |              |
| 18       | <b>Total New Customer Expense</b>                                  | <b>\$ 131,626</b> | <b>\$ 134,142</b> | <b>\$ 138,175</b> | <b>\$ 134,343</b>  | <b>\$ 134,041</b>   | <b>\$ 136,233</b>   | <b>\$ 139,048</b>   | <b>\$ 142,316</b>   | <b>\$ 146,927</b>   | <b>\$ 92,751</b>    | <b>\$ 101,221</b>  | <b>\$ 111,953</b> | <b>\$ 1,542,777</b>   |              |
| 19       | Operating Income Before FIT  | \$ 308,810        | \$ 308,732        | \$ 290,437        | \$ 146,630         | \$ 50,253           | \$ (2,078)          | \$ (24,722)         | \$ (32,601)         | \$ (24,121)         | \$ 12,192           | \$ 107,483         | \$ 254,304        | \$ 1,395,319          |              |
| 20       | Income Tax   | \$ 64,850         | \$ 64,834         | \$ 60,992         | \$ 30,792          | \$ 10,553           | \$ (436)            | \$ (5,192)          | \$ (6,846)          | \$ (5,065)          | \$ 2,560            | \$ 22,571          | \$ 53,404         | \$ 293,017            |              |
| 21       | Tax Benefit of Interest  | \$ (15,100)       | \$ (15,541)       | \$ (16,037)       | \$ (16,492)        | \$ (17,156)         | \$ (17,807)         | \$ (18,176)         | \$ (18,659)         | \$ (19,300)         | \$ (11,546)         | \$ (11,978)        | \$ (12,612)       | \$ (190,403)          |              |
| 22       | <b>Operating Income</b>  | <b>\$ 259,060</b> | <b>\$ 259,439</b> | <b>\$ 245,482</b> | <b>\$ 132,330</b>  | <b>\$ 56,856</b>    | <b>\$ 16,165</b>    | <b>\$ (1,354)</b>   | <b>\$ (7,096)</b>   | <b>\$ 245</b>       | <b>\$ 21,177</b>    | <b>\$ 96,890</b>   | <b>\$ 213,512</b> | <b>\$ 1,292,705</b>   |              |
| 23       | Plant Investment Associated with New Customers Since Test Year (1) | \$ 33,763,183     | \$ 34,813,712     | \$ 35,986,655     | \$ 37,070,957      | \$ 38,608,245       | \$ 40,121,199       | \$ 41,027,504       | \$ 42,181,207       | \$ 43,677,675       | \$ 27,597,059       | \$ 28,607,781      | \$ 30,070,564     | \$ 36,127,145         |              |
| 24       | Accumulated Depreciation (1)                                       | \$ (800,699)      | \$ (868,448)      | \$ (938,393)      | \$ (1,010,566)     | \$ (1,085,329)      | \$ (1,163,103)      | \$ (1,243,267)      | \$ (1,325,465)      | \$ (1,410,280)      | \$ (1,283,646)      | \$ (1,339,477)     | \$ (1,397,092)    | \$ (1,155,480)        |              |
| 25       | Accumulated Deferred Taxes (1)                                     | \$ (401,450)      | \$ (434,232)      | \$ (466,554)      | \$ (498,407)       | \$ (529,717)        | \$ (560,394)        | \$ (590,569)        | \$ (620,317)        | \$ (649,516)        | \$ (541,654)        | \$ (532,365)       | \$ (522,701)      | \$ (528,990)          |              |
| 26       | Rate Base  | \$ 32,561,034     | \$ 33,511,031     | \$ 34,581,708     | \$ 35,561,984      | \$ 36,993,200       | \$ 38,397,702       | \$ 39,193,668       | \$ 40,235,425       | \$ 41,617,879       | \$ 25,771,758       | \$ 26,735,938      | \$ 28,150,771     | \$ 34,442,675         |              |
| 27       | Allowed ROR  | 7.21%             | 7.21%             | 7.21%             | 7.21%              | 7.21%               | 7.21%               | 7.21%               | 7.21%               | 7.21%               | 7.12%               | 7.12%              | 7.12%             |                       |              |
| 28       | Weighted Cost of Debt  | 2.65%             | 2.65%             | 2.65%             | 2.65%              | 2.65%               | 2.65%               | 2.65%               | 2.65%               | 2.65%               | 2.56%               | 2.56%              | 2.56%             |                       |              |
| 29       | <b>Return Requirement</b>  | <b>\$ 195,638</b> | <b>\$ 201,345</b> | <b>\$ 207,778</b> | <b>\$ 213,668</b>  | <b>\$ 222,267</b>   | <b>\$ 230,706</b>   | <b>\$ 235,489</b>   | <b>\$ 241,748</b>   | <b>\$ 250,054</b>   | <b>\$ 152,912</b>   | <b>\$ 158,633</b>  | <b>\$ 167,028</b> | <b>\$ 2,477,267</b>   |              |
| 30       | <b>NOI Sufficiency (Deficiency)</b>                                | <b>\$ 63,423</b>  | <b>\$ 58,093</b>  | <b>\$ 37,704</b>  | <b>\$ (81,339)</b> | <b>\$ (165,412)</b> | <b>\$ (214,541)</b> | <b>\$ (236,843)</b> | <b>\$ (248,844)</b> | <b>\$ (249,809)</b> | <b>\$ (131,735)</b> | <b>\$ (61,744)</b> | <b>\$ 46,484</b>  | <b>\$ (1,184,562)</b> |              |
| 31       | Gas Cost Excl from Base Rate Rev                                   | -                 | -                 | -                 | -                  | -                   | -                   | -                   | -                   | -                   | -                   | -                  | -                 | -                     | -            |
| 32       | Excise Tax Rate  | 0.038374          | 0.038374          | 0.038374          | 0.038374           | 0.038374            | 0.038374            | 0.038374            | 0.038374            | 0.038374            | 0.038392            | 0.038392           | 0.038392          |                       |              |
| 33       | Uncollectible Expense Rate   | 0.003781          | 0.003781          | 0.003781          | 0.003781           | 0.003781            | 0.003781            | 0.003781            | 0.003781            | 0.003781            | 0.003326            | 0.003326           | 0.003326          |                       |              |
| 34       | Commission Fee Rate  | 0.002000          | 0.002000          | 0.002000          | 0.002000           | 0.002000            | 0.002000            | 0.002000            | 0.002000            | 0.002000            | 0.002000            | 0.002000           | 0.002000          |                       |              |
| 35       | Federal Tax Rate   | 21%               | 21%               | 21%               | 21%                | 21%                 | 21%                 | 21%                 | 21%                 | 21%                 | 21%                 | 21%                | 21%               |                       |              |
| 36       | Avg Cust Acctg Cost per Bill (1)                                   | \$ 1.91           | \$ 1.91           | \$ 1.82           | \$ 1.80            | \$ 1.76             | \$ 1.73             | \$ 1.70             | \$ 1.69             | \$ 1.69             | \$ 1.68             | \$ 1.70            | \$ 1.66           |                       |              |
| 37       | Avg Cust Service Cost per Bill (2)                                 | \$ 0.37           | \$ 0.37           | \$ 0.37           | \$ 0.36            | \$ 0.34             | \$ 0.31             | \$ 0.30             | \$ 0.31             | \$ 0.30             | \$ 0.28             | \$ 0.29            | \$ 0.26           |                       |              |

Note (1) All plant related new customer costs are derived from "New Revenue - Growth" project category transfers to plant cumulative additions since the test year.

Note (2) Reflects 12ME Customer Accounting Expenses per Bill (excludes Uncollectible Accounts Expense).

Note (3) Reflects 12ME Customer Service and Info Expenses per Bill (excludes Public Purpose Tariff Rider and Limited Income Tax Refund Program expense offsets).

**Avista Corporation Decoupling Mechanism  
Washington Jurisdiction  
Quarterly Report for 4th Quarter 2021**

The Company will maintain and present data and a brief explanatory narrative for 30-, 20-, 15-, and 10-year moving averages for purposes of decoupling in its annual decoupling report.

**Explanatory Narrative:**

Heating degree-day and Cooling degree-day moving averages provide an updated determination of "normal" or expected weather each year. In the context of a general rate case, changing these assumptions impacts the normalized test year usage that new rates are based on, the same costs spread over less usage will result in higher charges per kWh to achieve the same revenue per customer (RPC) and vice-versa. In the context of the Company's decoupling mechanism the allowed decoupled RPC is determined in the development of current effective rates in a general rate proceeding. Once the RPC is set, assumptions regarding what proportion of decoupling deferrals are associated with weather have no impact on the deferrals in total, only the portion explained by "abnormal" weather.

The data shown below indicates that if 2021 were a test year in a future general rate case the definition of "normal" weather would impact both the overall normalized usage and the monthly shape of normalized usage (impacting the cost of power and the Decoupling monthly RPC). Electric usage is sensitive to both heating and cooling. Generally, the data below shows that the shorter the moving average periods, the less heating degree-days and more cooling degree-days with offsetting impacts. Residential service would have the highest normalized usage under the 15-year moving average assumption and non-residential service would have the highest normalized usage under the 10-year moving average assumption.

| Line No.                          | Description                               | Jan-21       | Feb-21         | Mar-21       | Apr-21     | May-21       | Jun-21         | Jul-21         | Aug-21         | Sep-21       | Oct-21       | Nov-21       | Dec-21       | 2021 Total     |
|-----------------------------------|---|--------------|----------------|--------------|------------|--------------|----------------|----------------|----------------|--------------|--------------|--------------|--------------|----------------|
| 1                                 | Actual Degree Days Heating                | 970          | 999            | 723          | 467        | 263          | 72             | -              | 25             | 128          | 503          | 736          | 1,152        | 6,038          |
| 2                                 | Actual Degree Days Cooling                | -            | -              | -            | -          | 10           | 264            | 394            | 209            | 42           | -            | -            | -            | 919            |
| <b>30-Year Weather Assumption</b> |   |              |                |              |            |              |                |                |                |              |              |              |              |                |
| 3                                 | 30-Year Normal DDH                        | 1,094        | 921            | 772          | 541        | 291          | 131            | 25             | 27             | 161          | 536          | 868          | 1,118        | 6,485          |
| 4                                 | 30-Year Normal DDC                        | -            | -              | -            | -          | 15           | 61             | 217            | 188            | 42           | 1            | -            | -            | 524            |
| 5                                 | Normal - Actual DDH                       | 124          | (78)           | 49           | 74         | 28           | 59             | 25             | 2              | 33           | 33           | 132          | (34)         | 447            |
| 6                                 | Normal - Actual DDC                       | -            | -              | -            | -          | 5            | (203)          | (177)          | (21)           | -            | 1            | -            | -            | (395)          |
| 7                                 | 30-Year Residential Usage Adjustment      | 15,928,420   | (10,019,490)   | 6,294,295    | 6,781,339  | 4,062,595    | (55,605,403)   | (53,236,329)   | (6,327,174)    | -            | 3,337,516    | 12,145,302   | (4,409,522)  | (81,048,451)   |
| 8                                 | 30-Year Non-Residential Usage Adjustment  | 3,436,825    | (2,161,874)    | 1,358,101    | 554,936    | 810,596      | (24,527,401)   | (21,613,362)   | (2,547,398)    | -            | 367,397      | 980,092      | (926,910)    | (44,268,998)   |
| <b>Deferred Decoupled Revenue</b> |   |              |                |              |            |              |                |                |                |              |              |              |              |                |
| 9                                 | Residential Weather Component             | \$ 1,255,159 | \$ (789,536)   | \$ 495,990   | \$ 534,370 | \$ 320,133   | \$ (4,381,706) | \$ (4,195,023) | \$ (498,581)   | \$ -         | \$ 297,607   | \$ 1,082,997 | \$ (393,198) | \$ (6,271,788) |
| 10                                | Residential Non-Weather                   | \$ 1,335,990 | \$ (1,581,775) | \$ (168,041) | \$ 277,386 | \$ 7,523     | \$ 2,111,792   | \$ (1,424,351) | \$ (720,899)   | \$ 167,310   | \$ 801,953   | \$ (40,117)  | \$ 221,401   | \$ 988,171     |
| 11                                | Total Residential Decoupling Deferral     | \$ 2,591,149 | \$ (2,371,311) | \$ 327,949   | \$ 811,756 | \$ 327,656   | \$ (2,269,914) | \$ (5,619,374) | \$ (1,219,480) | \$ 167,310   | \$ 1,099,560 | \$ 1,042,880 | \$ (171,797) | \$ (5,283,617) |
| 12                                | Non-Residential Weather Component         | \$ 203,912   | \$ (128,268)   | \$ 80,578    | \$ 35,987  | \$ 47,345    | \$ (1,371,875) | \$ (1,212,896) | \$ (143,098)   | \$ -         | \$ 25,497    | \$ 70,840    | \$ (61,905)  | \$ (2,453,883) |
| 13                                | Non-Residential Non-Weather               | \$ 1,011,500 | \$ 1,671,900   | \$ (167,024) | \$ 654,478 | \$ (210,061) | \$ (112,756)   | \$ 1,240,721   | \$ 24,138      | \$ (249,880) | \$ 1,063,140 | \$ (94,362)  | \$ 50,771    | \$ 4,882,565   |
| 14                                | Total Non-Residential Decoupling Deferral | \$ 1,215,412 | \$ 1,543,632   | \$ (86,446)  | \$ 690,465 | \$ (162,716) | \$ (1,484,631) | \$ 27,825      | \$ (118,960)   | \$ (249,880) | \$ 1,088,637 | \$ (23,522)  | \$ (11,134)  | \$ 2,428,682   |
| <b>20-Year Weather Assumption</b> |   |              |                |              |            |              |                |                |                |              |              |              |              |                |
| 15                                | 20-Year Normal DDH                        | 1,089        | 924            | 775          | 535        | 283          | 122            | 16             | 19             | 154          | 526          | 855          | 1,114        | 6,412          |
| 16                                | 20-Year Normal DDC                        | -            | -              | -            | -          | 16           | 73             | 246            | 200            | 44           | 1            | -            | -            | 580            |
| 17                                | Normal - Actual DDH                       | 119          | (75)           | 52           | 68         | 20           | 50             | 16             | (6)            | 26           | 23           | 119          | (38)         | 374            |
| 18                                | Normal - Actual DDC                       | -            | -              | -            | -          | 6            | (191)          | (148)          | (9)            | 2            | 1            | -            | -            | (339)          |
| 19                                | 20-Year Residential Usage Adjustment      | 15,286,145   | (9,634,125)    | 6,679,660    | 6,231,501  | 3,631,223    | (52,822,873)   | (44,513,993)   | (2,711,646)    | 603,308      | 2,417,675    | 10,949,174   | (4,928,289)  | (68,812,240)   |
| 20                                | 20-Year Non-Residential Usage Adjustment  | 3,298,243    | (2,078,725)    | 1,441,249    | 509,941    | 872,299      | (23,118,618)   | (18,072,190)   | (1,091,742)    | 241,887      | 292,774      | 883,568      | (1,035,959)  | (37,857,273)   |
| <b>Deferred Decoupled Revenue</b> |   |              |                |              |            |              |                |                |                |              |              |              |              |                |
| 21                                | Residential Weather Component             | \$ 1,204,549 | \$ (759,169)   | \$ 526,357   | \$ 491,042 | \$ 286,140   | \$ (4,162,443) | \$ (3,507,703) | \$ (213,677)   | \$ 47,540    | \$ 215,584   | \$ 976,338   | \$ (439,455) | \$ (5,334,897) |
| 22                                | Residential Non-Weather                   | \$ 1,386,600 | \$ (1,612,142) | \$ (198,408) | \$ 320,714 | \$ 41,516    | \$ 1,892,529   | \$ (2,111,671) | \$ (1,005,803) | \$ 119,770   | \$ 883,976   | \$ 66,542    | \$ 267,658   | \$ 51,280      |
| 23                                | Total Residential Decoupling Deferral     | \$ 2,591,149 | \$ (2,371,311) | \$ 327,949   | \$ 811,756 | \$ 327,656   | \$ (2,269,914) | \$ (5,619,374) | \$ (1,219,480) | \$ 167,310   | \$ 1,099,560 | \$ 1,042,880 | \$ (171,797) | \$ (5,283,617) |
| 24                                | Non-Residential Weather Component         | \$ 195,691   | \$ (123,334)   | \$ 85,512    | \$ 33,068  | \$ 50,281    | \$ (1,293,453) | \$ (1,014,172) | \$ (61,329)    | \$ 13,591    | \$ 20,102    | \$ 63,863    | \$ (69,187)  | \$ (2,099,367) |
| 25                                | Non-Residential Non-Weather               | \$ 1,019,721 | \$ 1,666,966   | \$ (171,958) | \$ 657,397 | \$ (212,997) | \$ (191,178)   | \$ 1,041,997   | \$ (57,631)    | \$ (263,471) | \$ 1,068,535 | \$ (87,385)  | \$ 58,053    | \$ 4,528,049   |
| 26                                | Total Non-Residential Decoupling Deferral | \$ 1,215,412 | \$ 1,543,632   | \$ (86,446)  | \$ 690,465 | \$ (162,716) | \$ (1,484,631) | \$ 27,825      | \$ (118,960)   | \$ (249,880) | \$ 1,088,637 | \$ (23,522)  | \$ (11,134)  | \$ 2,428,682   |



Avista Corporation Decoupling Mechanism  
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| Line No. | Description                               | Jan-21       | Feb-21         | Mar-21       | Apr-21     | May-21       | Jun-21         | Jul-21         | Aug-21         | Sep-21       | Oct-21       | Nov-21       | Dec-21       | 2021 Total     |
|----------|---|--------------|----------------|--------------|------------|--------------|----------------|----------------|----------------|--------------|--------------|--------------|--------------|----------------|
| 1        | Actual Degree Days Heating                | 970          | 999            | 723          | 467        | 263          | 72             | -              | 25             | 128          | 503          | 736          | 1,152        | 6,038          |
| 2        | Actual Degree Days Cooling                | -            | -              | -            | -          | 10           | 264            | 394            | 209            | 42           | -            | -            | -            | 919            |
|          | <b>15-Year Weather Assumption</b>         |              |                |              |            |              |                |                |                |              |              |              |              |                |
| 27       | 15-Year Normal DDH                        | 1,102        | 928            | 774          | 537        | 267          | 121            | 14             | 18             | 145          | 525          | 846          | 1,121        | 6,398          |
| 28       | 15-Year Normal DDC                        | -            | -              | -            | 1          | 17           | 76             | 248            | 213            | 48           | 1            | -            | -            | 604            |
| 29       | Normal - Actual DDH                       | 132          | (71)           | 51           | 70         | 4            | 49             | 14             | (7)            | 17           | 22           | 110          | (31)         | 360            |
| 30       | Normal - Actual DDC                       | -            | -              | -            | 1          | 7            | (188)          | (146)          | 4              | 6            | 1            | -            | -            | (315)          |
| 31       | 15-Year Residential Usage Adjustment      | 16,956,060   | (9,120,305)    | 6,551,205    | 6,715,690  | 2,468,149    | (52,012,840)   | (43,912,452)   | 1,205,176      | 1,809,923    | 2,325,691    | 10,121,085   | (4,020,447)  | (60,913,065)   |
| 32       | 15-Year Non-Residential Usage Adjustment  | 3,658,557    | (1,967,860)    | 1,413,533    | 648,853    | 874,931      | (22,757,101)   | (17,827,972)   | 485,218        | 725,662      | 285,312      | 816,743      | (845,125)    | (34,489,249)   |
|          | <b>Deferred Decoupled Revenue</b>         |              |                |              |            |              |                |                |                |              |              |              |              |                |
| 33       | Residential Weather Component             | \$ 1,336,138 | \$ (718,680)   | \$ 516,235   | \$ 529,197 | \$ 194,491   | \$ (4,098,612) | \$ (3,460,301) | \$ 94,968      | \$ 142,622   | \$ 207,382   | \$ 902,497   | \$ (358,503) | \$ (4,712,566) |
| 34       | Residential Non-Weather                   | \$ 1,255,011 | \$ (1,652,631) | \$ (188,286) | \$ 282,559 | \$ 133,165   | \$ 1,828,698   | \$ (2,159,073) | \$ (1,314,448) | \$ 24,688    | \$ 892,178   | \$ 140,383   | \$ 186,706   | \$ (571,051)   |
| 35       | Total Residential Decoupling Deferral     | \$ 2,591,149 | \$ (2,371,311) | \$ 327,949   | \$ 811,756 | \$ 327,656   | \$ (2,269,914) | \$ (5,619,374) | \$ (1,219,480) | \$ 167,310   | \$ 1,099,560 | \$ 1,042,880 | \$ (171,797) | \$ (5,283,617) |
| 36       | Non-Residential Weather Component         | \$ 217,068   | \$ (116,757)   | \$ 83,867    | \$ 40,979  | \$ 49,371    | \$ (1,273,241) | \$ (1,000,469) | \$ 27,258      | \$ 40,770    | \$ 19,564    | \$ 59,033    | \$ (56,442)  | \$ (1,908,999) |
| 37       | Non-Residential Non-Weather               | \$ 998,344   | \$ 1,660,389   | \$ (170,313) | \$ 649,486 | \$ (212,087) | \$ (211,390)   | \$ 1,028,294   | \$ (146,218)   | \$ (290,650) | \$ 1,069,073 | \$ (82,555)  | \$ 45,308    | \$ 4,337,681   |
| 38       | Total Non-Residential Decoupling Deferral | \$ 1,215,412 | \$ 1,543,632   | \$ (86,446)  | \$ 690,465 | \$ (162,716) | \$ (1,484,631) | \$ 27,825      | \$ (118,960)   | \$ (249,880) | \$ 1,088,637 | \$ (23,522)  | \$ (11,134)  | \$ 2,428,682   |
|          | <b>10-Year Weather Assumption</b>         |              |                |              |            |              |                |                |                |              |              |              |              |                |
| 39       | 10-Year Normal DDH                        | 1,082        | 939            | 759          | 500        | 233          | 103            | 14             | 10             | 141          | 510          | 836          | 1,090        | 6,217          |
| 40       | 10-Year Normal DDC                        | -            | -              | -            | 1          | 19           | 94             | 267            | 232            | 46           | -            | -            | -            | 659            |
| 41       | Normal - Actual DDH                       | 112          | (60)           | 36           | 33         | (30)         | 31             | 14             | (15)           | 13           | 7            | 100          | (62)         | 179            |
| 42       | Normal - Actual DDC                       | -            | -              | -            | 1          | 9            | (170)          | (127)          | 23             | 4            | -            | -            | -            | (260)          |
| 43       | 10-Year Residential Usage Adjustment      | 14,386,960   | (7,707,300)    | 4,624,380    | 3,325,021  | (40,923)     | (48,250,886)   | (38,197,818)   | 6,929,762      | 1,206,616    | 643,889      | 9,200,987    | (8,040,893)  | (61,920,205)   |
| 44       | 10-Year Non-Residential Usage Adjustment  | 3,104,230    | (1,662,980)    | 997,789      | 371,385    | 865,428      | (20,677,492)   | (15,507,892)   | 2,790,007      | 483,774      | 52,236       | 742,494      | (1,690,246)  | (30,131,267)   |
|          | <b>Deferred Decoupled Revenue</b>         |              |                |              |            |              |                |                |                |              |              |              |              |                |
| 45       | Residential Weather Component             | \$ 1,133,692 | \$ (607,336)   | \$ 364,401   | \$ 262,012 | \$ (3,225)   | \$ (3,802,170) | \$ (3,009,988) | \$ 546,065     | \$ 95,082    | \$ 57,415    | \$ 820,452   | \$ (717,007) | \$ (4,860,607) |
| 46       | Residential Non-Weather                   | \$ 1,457,457 | \$ (1,763,975) | \$ (36,452)  | \$ 549,744 | \$ 330,881   | \$ 1,532,256   | \$ (2,609,386) | \$ (1,765,545) | \$ 72,228    | \$ 1,042,145 | \$ 222,428   | \$ 545,210   | \$ (423,010)   |
| 47       | Total Residential Decoupling Deferral     | \$ 2,591,149 | \$ (2,371,311) | \$ 327,949   | \$ 811,756 | \$ 327,656   | \$ (2,269,914) | \$ (5,619,374) | \$ (1,219,480) | \$ 167,310   | \$ 1,099,560 | \$ 1,042,880 | \$ (171,797) | \$ (5,283,617) |
| 48       | Non-Residential Weather Component         | \$ 184,180   | \$ (98,668)    | \$ 59,200    | \$ 22,985  | \$ 46,595    | \$ (1,157,791) | \$ (870,270)   | \$ 156,727     | \$ 27,180    | \$ 3,777     | \$ 53,667    | \$ (112,884) | \$ (1,685,302) |
| 49       | Non-Residential Non-Weather               | \$ 1,031,232 | \$ 1,642,300   | \$ (145,646) | \$ 667,480 | \$ (209,311) | \$ (326,840)   | \$ 898,095     | \$ (275,687)   | \$ (277,060) | \$ 1,084,860 | \$ (77,189)  | \$ 101,750   | \$ 4,113,984   |
| 50       | Total Non-Residential Decoupling Deferral | \$ 1,215,412 | \$ 1,543,632   | \$ (86,446)  | \$ 690,465 | \$ (162,716) | \$ (1,484,631) | \$ 27,825      | \$ (118,960)   | \$ (249,880) | \$ 1,088,637 | \$ (23,522)  | \$ (11,134)  | \$ 2,428,682   |

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Heating degree-day and Cooling degree-day moving averages provide an updated determination of "normal" or expected weather each year. In the context of a general rate case, changing these assumptions impacts the normalized test year usage that new rates are based on, the same costs spread over less usage will result in higher charges per kWh to achieve the same revenue per customer (RPC) and vice-versa. In the context of the Company's decoupling mechanism the allowed decoupled RPC is determined in the development of current effective rates in a general rate proceeding. Once the RPC is set, assumptions regarding what proportion of decoupling deferrals are associated with weather have no impact on the deferrals in total, only the portion explained by "abnormal" weather.

The data shown below indicates that if 2021 were a test year in a future general rate case the definition of "normal" weather would impact both the overall normalized usage and the monthly shape of normalized usage (impacting the Decoupling monthly RPC). Natural gas usage is only sensitive to heating, therefore changes to cooling expectations have no impact to the normalized test year usage. Generally, the data below shows that the shorter the moving average periods, the less heating degree-days and more cooling degree-days. Both residential and non-residential natural gas service would have the highest normalized usage under the 30-year moving average assumption (lowest rate per therm for the same RPC) and the lowest normalized usage under the 10-year moving average assumption (highest rate per therm for the same RPC).

| Line No.                          | Description                               | Jan-21       | Feb-21         | Mar-21       | Apr-21       | May-21     | Jun-21       | Jul-21     | Aug-21      | Sep-21      | Oct-21       | Nov-21       | Dec-21       | 2021 Total   |
|-----------------------------------|---|--------------|----------------|--------------|--------------|------------|--------------|------------|-------------|-------------|--------------|--------------|--------------|--------------|
| 1                                 | Actual Degree Days Heating                | 970          | 999            | 723          | 467          | 263        | 72           | -          | 25          | 128         | 503          | 736          | 1,152        | 6,038        |
| 2                                 | Actual Degree Days Cooling                | -            | -              | -            | -            | 10         | 264          | 394        | 209         | 42          | -            | -            | -            | 919          |
| <b>30-Year Weather Assumption</b> |   |              |                |              |              |            |              |            |             |             |              |              |              |              |
| 3                                 | 30-Year Normal DDH                        | 1,094        | 921            | 772          | 541          | 291        | 131          | 25         | 27          | 161         | 536          | 868          | 1,118        | 6,485        |
| 4                                 | 30-Year Normal DDC                        | -            | -              | -            | -            | 15         | 61           | 217        | 188         | 42          | 1            | -            | -            | 524          |
| 5                                 | Normal - Actual DDH                       | 124          | (78)           | 49           | 74           | 28         | 59           | 25         | 2           | 33          | 33           | 132          | (34)         | 447          |
| 6                                 | Normal - Actual DDC                       | -            | -              | -            | -            | 5          | (203)        | (177)      | (21)        | -           | 1            | -            | -            | (395)        |
| 7                                 | 30-Year Residential Usage Adjustment      | 2,406,829    | (1,513,973)    | 951,085      | 1,299,017    | 491,317    | 1,036,601    | 512,388    | 41,032      | 676,736     | 581,850      | 2,328,859    | (666,408)    | 8,145,333    |
| 8                                 | 30-Year Non-Residential Usage Adjustment  | 809,878      | (509,440)      | 320,033      | 430,589      | 162,094    | 341,786      | 191,418    | 15,294      | 252,308     | 192,965      | 776,018      | (227,241)    | 2,755,702    |
| <b>Deferred Decoupled Revenue</b> |   |              |                |              |              |            |              |            |             |             |              |              |              |              |
| 9                                 | Residential Weather Component             | \$ 1,120,283 | \$ (704,694)   | \$ 442,692   | \$ 604,640   | \$ 228,688 | \$ 482,496   | \$ 238,496 | \$ 19,099   | \$ 314,994  | \$ 303,644   | \$ 1,215,338 | \$ (347,772) | \$ 3,917,904 |
| 10                                | Residential Non-Weather                   | \$ (201,857) | \$ (1,186,307) | \$ 387,768   | \$ 428,594   | \$ 664,042 | \$ (162,490) | \$ (5,406) | \$ (21,839) | \$ (65,857) | \$ 1,006,012 | \$ 1,509,210 | \$ 520,576   | \$ 2,872,447 |
| 11                                | Total Residential Decoupling Deferral     | \$ 918,426   | \$ (1,891,001) | \$ 830,460   | \$ 1,033,234 | \$ 892,730 | \$ 320,006   | \$ 233,090 | \$ (2,740)  | \$ 249,137  | \$ 1,309,656 | \$ 2,724,548 | \$ 172,804   | \$ 6,790,351 |
| 12                                | Non-Residential Weather Component         | \$ 228,288   | \$ (143,601)   | \$ 90,211    | \$ 121,374   | \$ 45,691  | \$ 96,343    | \$ 53,957  | \$ 4,311    | \$ 71,121   | \$ 54,227    | \$ 218,077   | \$ (63,859)  | \$ 776,140   |
| 13                                | Non-Residential Non-Weather               | \$ 396,247   | \$ 157,062     | \$ (438,793) | \$ (8,318)   | \$ 122,639 | \$ 60,093    | \$ 38,635  | \$ 95,026   | \$ 27,966   | \$ 260,643   | \$ 612,428   | \$ 381,805   | \$ 1,705,433 |
| 14                                | Total Non-Residential Decoupling Deferral | \$ 624,535   | \$ 13,461      | \$ (348,582) | \$ 113,056   | \$ 168,330 | \$ 156,436   | \$ 92,592  | \$ 99,337   | \$ 99,087   | \$ 314,870   | \$ 830,505   | \$ 317,946   | \$ 2,481,573 |
| <b>20-Year Weather Assumption</b> |   |              |                |              |              |            |              |            |             |             |              |              |              |              |
| 15                                | 20-Year Normal DDH                        | 1,089        | 924            | 775          | 535          | 283        | 122          | 16         | 19          | 154         | 526          | 855          | 1,114        | 6,412        |
| 16                                | 20-Year Normal DDC                        | -            | -              | -            | -            | 16         | 73           | 246        | 200         | 44          | 1            | -            | -            | 580          |
| 17                                | Normal - Actual DDH                       | 119          | (75)           | 52           | 68           | 20         | 50           | 16         | (6)         | 26          | 23           | 119          | (38)         | 374          |
| 18                                | Normal - Actual DDC                       | -            | -              | -            | -            | 6          | (191)        | (148)      | (9)         | 2           | 1            | -            | -            | (339)        |
| 19                                | 20-Year Residential Usage Adjustment      | 2,309,779    | (1,455,743)    | 1,009,315    | 1,193,691    | 350,940    | 878,476      | 327,929    | (123,096)   | 533,186     | 405,532      | 2,099,502    | (744,809)    | 6,784,702    |
| 20                                | 20-Year Non-Residential Usage Adjustment  | 777,221      | (489,846)      | 339,626      | 395,676      | 115,781    | 289,650      | 122,507    | (45,881)    | 198,789     | 134,492      | 699,593      | (253,975)    | 2,283,633    |
| <b>Deferred Decoupled Revenue</b> |   |              |                |              |              |            |              |            |             |             |              |              |              |              |
| 21                                | Residential Weather Component             | \$ 1,075,110 | \$ (677,590)   | \$ 469,796   | \$ 555,615   | \$ 163,349 | \$ 408,895   | \$ 152,638 | \$ (57,296) | \$ 248,177  | \$ 211,631   | \$ 1,095,646 | \$ (388,686) | \$ 3,257,285 |
| 22                                | Residential Non-Weather                   | \$ (156,684) | \$ (1,213,411) | \$ 360,664   | \$ 477,619   | \$ 729,381 | \$ (88,889)  | \$ 80,452  | \$ 54,556   | \$ 960      | \$ 1,098,025 | \$ 1,628,902 | \$ 561,490   | \$ 3,533,066 |
| 23                                | Total Residential Decoupling Deferral     | \$ 918,426   | \$ (1,891,001) | \$ 830,460   | \$ 1,033,234 | \$ 892,730 | \$ 320,006   | \$ 233,090 | \$ (2,740)  | \$ 249,137  | \$ 1,309,656 | \$ 2,724,548 | \$ 172,804   | \$ 6,790,351 |
| 24                                | Non-Residential Weather Component         | \$ 219,083   | \$ (138,078)   | \$ 95,734    | \$ 111,533   | \$ 32,636  | \$ 81,647    | \$ 34,532  | \$ (12,933) | \$ 56,035   | \$ 37,795    | \$ 196,600   | \$ (71,372)  | \$ 643,212   |
| 25                                | Non-Residential Non-Weather               | \$ 405,452   | \$ 151,539     | \$ (444,316) | \$ 1,523     | \$ 135,694 | \$ 74,789    | \$ 58,060  | \$ 112,270  | \$ 43,052   | \$ 277,075   | \$ 633,905   | \$ 389,318   | \$ 1,838,361 |
| 26                                | Total Non-Residential Decoupling Deferral | \$ 624,535   | \$ 13,461      | \$ (348,582) | \$ 113,056   | \$ 168,330 | \$ 156,436   | \$ 92,592  | \$ 99,337   | \$ 99,087   | \$ 314,870   | \$ 830,505   | \$ 317,946   | \$ 2,481,573 |

Avista Corporation Decoupling Mechanism  
Washington Jurisdiction  
Quarterly Report for 4th Quarter 2021

| Line No. | Description                               | Jan-21       | Feb-21         | Mar-21       | Apr-21       | May-21       | Jun-21      | Jul-21     | Aug-21       | Sep-21     | Oct-21       | Nov-21       | Dec-21       | 2021 Total   |
|----------|---|--------------|----------------|--------------|--------------|--------------|-------------|------------|--------------|------------|--------------|--------------|--------------|--------------|
| 1        | Actual Degree Days Heating                | 970          | 999            | 723          | 467          | 263          | 72          | -          | 25           | 128        | 503          | 736          | 1,152        | 6,038        |
| 2        | Actual Degree Days Cooling                | -            | -              | -            | -            | 10           | 264         | 394        | 209          | 42         | -            | -            | -            | 919          |
|          | <b>15-Year Weather Assumption</b>         |              |                |              |              |              |             |            |              |            |              |              |              |              |
| 27       | 15-Year Normal DDH                        | 1,102        | 928            | 774          | 537          | 267          | 121         | 14         | 18           | 145        | 525          | 846          | 1,121        | 6,398        |
| 28       | 15-Year Normal DDC                        | -            | -              | -            | 1            | 17           | 76          | 248        | 213          | 48         | 1            | -            | -            | 604          |
| 29       | Normal - Actual DDH                       | 132          | (71)           | 51           | 70           | 4            | 49          | 14         | (7)          | 17         | 22           | 110          | (31)         | 360          |
| 30       | Normal - Actual DDC                       | -            | -              | -            | 1            | 7            | (188)       | (146)      | 4            | 6          | 1            | -            | -            | (315)        |
| 31       | 15-Year Residential Usage Adjustment      | 2,562,108    | (1,378,103)    | 989,905      | 1,228,800    | 70,188       | 860,906     | 286,938    | (143,613)    | 348,622    | 387,900      | 1,940,715    | (607,606)    | 6,546,760    |
| 32       | 15-Year Non-Residential Usage Adjustment  | 862,129      | (463,721)      | 333,094      | 407,314      | 23,156       | 283,856     | 107,194    | (53,527)     | 129,977    | 128,643      | 646,683      | (207,190)    | 2,197,608    |
|          | <b>Deferred Decoupled Revenue</b>         |              |                |              |              |              |             |            |              |            |              |              |              |              |
| 33       | Residential Weather Component             | \$ 1,192,559 | \$ (641,452)   | \$ 460,761   | \$ 571,957   | \$ 32,670    | \$ 400,717  | \$ 133,558 | \$ (66,846)  | \$ 162,270 | \$ 202,429   | \$ 1,012,782 | \$ (317,085) | \$ 3,144,320 |
| 34       | Residential Non-Weather                   | \$ (274,133) | \$ (1,249,549) | \$ 369,699   | \$ 461,277   | \$ 860,060   | \$ (80,711) | \$ 99,532  | \$ 64,106    | \$ 86,867  | \$ 1,107,227 | \$ 1,711,766 | \$ 489,889   | \$ 3,646,031 |
| 35       | Total Residential Decoupling Deferral     | \$ 918,426   | \$ (1,891,001) | \$ 830,460   | \$ 1,033,234 | \$ 892,730   | \$ 320,006  | \$ 233,090 | \$ (2,740)   | \$ 249,137 | \$ 1,309,656 | \$ 2,724,548 | \$ 172,804   | \$ 6,790,351 |
| 36       | Non-Residential Weather Component         | \$ 243,017   | \$ (130,714)   | \$ 93,893    | \$ 114,814   | \$ 6,527     | \$ 80,013   | \$ 30,216  | \$ (15,088)  | \$ 36,638  | \$ 36,151    | \$ 181,731   | \$ (58,225)  | \$ 618,973   |
| 37       | Non-Residential Non-Weather               | \$ 381,518   | \$ 144,175     | \$ (442,475) | \$ (1,758)   | \$ 161,803   | \$ 76,423   | \$ 62,376  | \$ 114,425   | \$ 62,449  | \$ 278,719   | \$ 648,774   | \$ 376,171   | \$ 1,862,600 |
| 38       | Total Non-Residential Decoupling Deferral | \$ 624,535   | \$ 13,461      | \$ (348,582) | \$ 113,056   | \$ 168,330   | \$ 156,436  | \$ 92,592  | \$ 99,337    | \$ 99,087  | \$ 314,870   | \$ 830,505   | \$ 317,946   | \$ 2,481,573 |
|          | <b>10-Year Weather Assumption</b>         |              |                |              |              |              |             |            |              |            |              |              |              |              |
| 39       | 10-Year Normal DDH                        | 1,082        | 939            | 759          | 500          | 233          | 103         | 14         | 10           | 141        | 510          | 836          | 1,090        | 6,217        |
| 40       | 10-Year Normal DDC                        | -            | -              | -            | 1            | 19           | 94          | 267        | 232          | 46         | -            | -            | -            | 659          |
| 41       | Normal - Actual DDH                       | 112          | (60)           | 36           | 33           | (30)         | 31          | 14         | (15)         | 13         | 7            | 100          | (62)         | 179          |
| 42       | Normal - Actual DDC                       | -            | -              | -            | 1            | 9            | (170)       | (127)      | 23           | 4          | -            | -            | -            | (260)        |
| 43       | 10-Year Residential Usage Adjustment      | 2,173,910    | (1,164,595)    | 698,757      | 579,292      | (526,411)    | 544,654     | 286,938    | (307,741)    | 266,593    | 123,423      | 1,764,287    | (1,215,214)  | 3,223,893    |
| 44       | 10-Year Non-Residential Usage Adjustment  | 731,503      | (391,877)      | 235,126      | 192,019      | (173,671)    | 179,583     | 107,194    | (114,703)    | 99,393     | 40,932       | 587,894      | (414,381)    | 1,079,012    |
|          | <b>Deferred Decoupled Revenue</b>         |              |                |              |              |              |             |            |              |            |              |              |              |              |
| 45       | Residential Weather Component             | \$ 1,011,868 | \$ (542,072)   | \$ 325,243   | \$ 269,637   | \$ (245,023) | \$ 253,515  | \$ 133,558 | \$ (143,241) | \$ 124,088 | \$ 64,410    | \$ 920,711   | \$ (634,172) | \$ 1,538,522 |
| 46       | Residential Non-Weather                   | \$ (93,442)  | \$ (1,348,929) | \$ 505,217   | \$ 763,597   | \$ 1,137,753 | \$ 66,491   | \$ 99,532  | \$ 140,501   | \$ 125,049 | \$ 1,245,246 | \$ 1,803,837 | \$ 806,976   | \$ 5,251,829 |
| 47       | Total Residential Decoupling Deferral     | \$ 918,426   | \$ (1,891,001) | \$ 830,460   | \$ 1,033,234 | \$ 892,730   | \$ 320,006  | \$ 233,090 | \$ (2,740)   | \$ 249,137 | \$ 1,309,656 | \$ 2,724,548 | \$ 172,804   | \$ 6,790,351 |
| 48       | Non-Residential Weather Component         | \$ 206,196   | \$ (110,462)   | \$ 66,277    | \$ 54,126    | \$ (48,954)  | \$ 50,621   | \$ 30,216  | \$ (32,332)  | \$ 28,017  | \$ 11,503    | \$ 165,210   | \$ (116,449) | \$ 303,969   |
| 49       | Non-Residential Non-Weather               | \$ 418,339   | \$ 123,923     | \$ (414,859) | \$ 58,930    | \$ 217,284   | \$ 105,815  | \$ 62,376  | \$ 131,669   | \$ 71,070  | \$ 303,367   | \$ 665,295   | \$ 434,395   | \$ 2,177,604 |
| 50       | Total Non-Residential Decoupling Deferral | \$ 624,535   | \$ 13,461      | \$ (348,582) | \$ 113,056   | \$ 168,330   | \$ 156,436  | \$ 92,592  | \$ 99,337    | \$ 99,087  | \$ 314,870   | \$ 830,505   | \$ 317,946   | \$ 2,481,573 |